

General Assembly

**Amendment** 

February Session, 2014

LCO No. 3505

\*HB0511503505HD0\*

Offered by:

REP. REED, 102<sup>nd</sup> Dist. SEN. DUFF, 25th Dist.

REP. HOYDICK, 120th Dist. SEN. CHAPIN, 30th Dist.

To: Subst. House Bill No. **5115** 

File No. 365

Cal. No. 233

"AN ACT CONCERNING TECHNICAL AND MINOR REVISIONS TO AND REPEAL OF OBSOLETE PROVISIONS OF ENERGY AND **TECHNOLOGY STATUTES."** 

- Strike everything after the enacting clause and substitute the 1
- 2 following in lieu thereof:
- 3 "Section 1. Subsection (a) of section 16-1 of the 2014 supplement to
- 4 the general statutes is repealed and the following is substituted in lieu
- 5 thereof (*Effective from passage*):
- 6 (a) Terms used in this title and in chapters 244, 244a, 244b, 245, 245a
- 7 and 245b shall be construed as follows, unless another meaning is
- 8 expressed or is clearly apparent from the language or context:
- 9 (1) "Authority" means the Public Utilities Regulatory Authority and
- 10 "department" means the Department of Energy and Environmental
- 11 Protection;

12 (2) "Utility commissioner" means a member of the Public Utilities 13 Regulatory Authority;

- 14 [(3) "Commissioner of Transportation" means the Commissioner of 15 Transportation appointed under section 13b-3;
- 16 [(4)] (3) "Public service company" includes [electric,] electric 17 distribution, gas, telephone, [telegraph,] pipeline, sewage, water and community antenna television companies and holders of a certificate 18 19 of cable franchise authority, owning, leasing, maintaining, operating, 20 managing or controlling plants or parts of plants or equipment, [and 21 all express companies having special privileges on railroads within this 22 state,] but shall not include [telegraph company functions concerning 23 intrastate money order service, towns, cities, boroughs, any municipal 24 corporation or department thereof, whether separately incorporated or 25 not, a private power producer, as defined in section 16-243b, or an 26 exempt wholesale generator, as defined in 15 USC 79z-5a;
  - [(5)] (4) "Plant" includes all real estate, buildings, tracks, pipes, mains, poles, wires and other fixed or stationary construction and equipment, wherever located, used in the conduct of the business of the company;
  - [(6) "Railroad company" includes every person owning, leasing, maintaining, operating, managing or controlling any railroad, or any cars or other equipment employed thereon or in connection therewith, for public or general use within this state;
- 35 (7) "Street railway company" includes every person owning, leasing, 36 maintaining, operating, managing or controlling any street railway, or 37 any cars or other equipment employed thereon or in connection 38 therewith, for public or general use within this state;
  - (8) "Electric company" includes, until an electric company has been unbundled in accordance with the provisions of section 16-244e, every person owning, leasing, maintaining, operating, managing or controlling poles, wires, conduits or other fixtures, along public

27

28

29

30

31

32

33 34

39

40 41

highways or streets, for the transmission or distribution of electric current for sale for light, heat or power within this state, or engaged in generating electricity to be so transmitted or distributed for such purpose, but shall not include (A) a private power producer, as defined in section 16-243b, (B) an exempt wholesale generator, as defined in 15 USC 79z-5a, (C) a municipal electric utility established under chapter 101, (D) a municipal electric energy cooperative established under chapter 101a, (E) an electric cooperative established under chapter 597, (F) any other electric utility owned, leased, maintained, operated, managed or controlled by any unit of local government under any general statute or any public or special act, (G) an entity approved to submeter pursuant to section 16-19ff, or (H) a municipality, state or federal governmental entity authorized to distribute electricity across a public highway or street pursuant to section 16-243aa;]

[(9)] (5) "Gas company" includes every person owning, leasing, maintaining, operating, managing or controlling mains, pipes or other fixtures, in public highways or streets, for the transmission or distribution of gas for sale for heat or power within this state, or engaged in the manufacture of gas to be so transmitted or distributed for such purpose, but shall not include (A) a person manufacturing gas through the use of a biomass gasification plant provided such person does not own, lease, maintain, operate, manage or control mains, pipes or other fixtures in public highways or streets, (B) a municipal gas utility established under chapter 101 or any other gas utility owned, leased, maintained, operated, managed or controlled by any unit of local government under any general statute or any public or special act, or (C) an entity approved to submeter pursuant to section 16-19ff, as amended by this act;

[(10)] (6) "Water company" includes every person owning, leasing, maintaining, operating, managing or controlling any pond, lake, reservoir, stream, well or distributing plant or system employed for the purpose of supplying water to fifty or more consumers. A water

company does not include homeowners, condominium associations providing water only to their members, homeowners associations providing water to customers at least eighty per cent of whom are members of such associations, a municipal waterworks system established under chapter 102, a district, metropolitan district, municipal district or special services district established under chapter 105, chapter 105a or any other general statute or any public or special act which is authorized to supply water, or any other waterworks system owned, leased, maintained, operated, managed or controlled by any unit of local government under any general statute or any public or special act;

[(11)] (7) "Consumer" means any private dwelling, boardinghouse, apartment, store, office building, institution, mechanical or manufacturing establishment or other place of business or industry to which water is supplied by a water company;

[(12)] (8) "Sewage company" includes every person owning, leasing, maintaining, operating, managing or controlling, for general use in any town, city or borough, or portion thereof, in this state, sewage disposal facilities which discharge treated effluent into any waterway of this state;

[(13)] (9) "Pipeline company" includes every person owning, leasing, maintaining, operating, managing or controlling mains, pipes or other fixtures through, over, across or under any public land, water, parkways, highways, parks or public grounds for the transportation, transmission or distribution of petroleum products for hire within this state;

[(14)] (10) "Community antenna television company" includes every person owning, leasing, maintaining, operating, managing or controlling a community antenna television system, in, under or over any public street or highway, for the purpose of providing community antenna television service for hire and shall include any municipality which owns or operates one or more plants for the manufacture or

distribution of electricity pursuant to section 7-213 or any special act and seeks to obtain or obtains a certificate of public convenience and necessity to construct or operate a community antenna television system pursuant to section 16-331 or a certificate of cable franchise authority pursuant to section 16-331q. "Community antenna television company" does not include a certified competitive video service provider;

[(15)] (11) "Community antenna television service" means (A) the one-way transmission to subscribers of video programming or information that a community antenna television company makes available to all subscribers generally, and subscriber interaction, if any, which is required for the selection of such video programming or information, and (B) noncable communications service. "Community antenna television service" does not include video service provided by a certified competitive video service provider;

[(16)] (12) "Community antenna television system" means a facility, consisting of a set of closed transmission paths and associated signal generation, reception and control equipment that is designed to provide community antenna television service which includes video programming and which is provided in, under or over any public street or highway, for hire, to multiple subscribers within a franchise, but such term does not include (A) a facility that serves only to retransmit the television signals of one or more television broadcast stations; (B) a facility that serves only subscribers in one or more multiple unit dwellings under common ownership, control or management, unless such facility is located in, under or over a public street or highway; (C) a facility of a common carrier which is subject, in whole or in part, to the provisions of Subchapter II of Chapter 5 of the Communications Act of 1934, 47 USC 201 et seq., as amended, except that such facility shall be considered a community antenna television system and the carrier shall be considered a public service company to the extent such facility is used in the transmission of video programming directly to subscribers; or (D) a facility of an electric

115

116

117

118119

120

121

122

123

124

125

126

127

128129

130

131

132

133

134

135

136

137

138

139

141 <u>distribution</u> company which is used solely for operating its electric

- 142 <u>distribution</u> company systems. "Community antenna television
- 143 system" does not include a facility used by a certified competitive
- video service provider to provide video service;
- [(17)] (13) "Video programming" means programming provided by,
- or generally considered comparable to programming provided by, a
- 147 television broadcast station;
- 148 [(18)] (14) "Noncable communications service" means any
- telecommunications service, as defined in section 16-247a, and which is
- not included in the definition of "cable service" in the Communications
- 151 Act of 1934, 47 USC 522, as amended. Nothing in this definition shall
- be construed to affect service which is both authorized and preempted
- 153 pursuant to federal law;
- 154 [(19) "Public service motor vehicle" includes all motor vehicles used
- 155 for the transportation of passengers for hire;
- 156 (20) "Motor bus" includes any public service motor vehicle operated
- in whole or in part upon any street or highway, by indiscriminately
- 158 receiving or discharging passengers, or operated on a regular route or
- 159 over any portion thereof, or operated between fixed termini, and any
- 160 public service motor vehicle operated over highways within this state
- between points outside this state or between points within this state
- and points outside this state;]
- [(21)] (15) "Cogeneration technology" means the use for the
- 164 generation of electricity of exhaust steam, waste steam, heat or
- 165 resultant energy from an industrial, commercial or manufacturing
- plant or process, or the use of exhaust steam, waste steam or heat from
- 167 a thermal power plant for an industrial, commercial or manufacturing
- 168 plant or process, but shall not include steam or heat developed solely
- 169 for electrical power generation;
- 170 [(22)] (16) "Renewable fuel resources" means energy sources
- described in subdivisions [(26)] (20) and [(27)] (21) of this subsection;

[(23)] (17) "Telephone company" means a telecommunications company that provides one or more noncompetitive or emerging competitive services, as defined in section 16-247a;

[(24)] (18) "Domestic telephone company" includes any telephone company which has been chartered by or organized or constituted within or under the laws of this state;

[(25)] (19) "Telecommunications company" means a person that provides telecommunications service, as defined in section 16-247a, within the state, but shall not mean a person that provides only (A) private telecommunications service, as defined in section 16-247a, (B) the one-way transmission of video programming or other programming services to subscribers, (C) subscriber interaction, if any, which is required for the selection of such video programming or other programming services, (D) the two-way transmission of educational or instructional programming to a public or private elementary or secondary school, or a public or independent institution of higher education, as required by the authority pursuant to a community antenna television company franchise agreement, or provided pursuant to a contract with such a school or institution which contract has been filed with the authority, or (E) a combination of the services set forth in subparagraphs (B) to (D), inclusive, of this subdivision;

[(26)] (20) "Class I renewable energy source" means (A) electricity derived from (i) solar power, (ii) wind power, (iii) a fuel cell, (iv) geothermal, (v) landfill methane gas, anaerobic digestion or other biogas derived from biological sources, (vi) thermal electric direct energy conversion from a certified Class I renewable energy source, (vii) ocean thermal power, (viii) wave or tidal power, (ix) low emission advanced renewable energy conversion technologies, (x) a run-of-theriver hydropower facility that began operation after July 1, 2003, and has a generating capacity of not more than thirty megawatts, provided a facility that applies for certification under this clause after January 1, 2013, shall not be based on a new dam or a dam identified by the commissioner as a candidate for removal, and shall meet applicable

state and federal requirements, including applicable site-specific standards for water quality and fish passage, or (xi) a biomass facility that uses sustainable biomass fuel and has an average emission rate of equal to or less than .075 pounds of nitrogen oxides per million BTU of heat input for the previous calendar quarter, except that energy derived from a biomass facility with a capacity of less than five hundred kilowatts that began construction before July 1, 2003, may be considered a Class I renewable energy source, or (B) any electrical generation, including distributed generation, generated from a Class I renewable energy source, provided, on and after January 1, 2014, any megawatt hours of electricity from a renewable energy source described under this subparagraph that are claimed or counted by a load-serving entity, province or state toward compliance with renewable portfolio standards or renewable energy policy goals in another province or state, other than the state of Connecticut, shall not be eligible for compliance with the renewable portfolio standards established pursuant to section 16-245a, as amended by this act;

[(27)] (21) "Class II renewable energy source" means energy derived from a trash-to-energy facility, a biomass facility that began operation before July 1, 1998, provided the average emission rate for such facility is equal to or less than .2 pounds of nitrogen oxides per million BTU of heat input for the previous calendar quarter, or a run-of-the-river hydropower facility provided such facility has a generating capacity of not more than five megawatts, does not cause an appreciable change in the riverflow, and began operation prior to July 1, 2003;

[(28)] (22) "Electric distribution services" means the owning, leasing, maintaining, operating, managing or controlling of poles, wires, conduits or other fixtures along public highways or streets for the distribution of electricity, or electric distribution-related services;

[(29)] (23) "Electric distribution company" or "distribution company" means any person providing electric transmission or distribution services within the state, [including an electric company, subject to subparagraph (F) of this subdivision,] but does not include: (A) A

205206

207

208

209

210

211

212

213

214

215

216

217

218

219

220

221

222

223

224

225

226

227

228

229

230

231

232

233

234

235

236

private power producer, as defined in section 16-243b; (B) a municipal electric utility established under chapter 101, other than a participating municipal electric utility; (C) a municipal electric energy cooperative established under chapter 101a; (D) an electric cooperative established under chapter 597; (E) any other electric utility owned, leased, maintained, operated, managed or controlled by any unit of local government under any general statute or special act; (F) [after an electric company has been unbundled in accordance with the provisions of section 16-244e, a generation entity or affiliate of the former electric company; or (G)] an electric supplier; (G) an entity approved to submeter pursuant to section 16-19ff, as amended by this act; or (H) a municipality, state or federal governmental entity authorized to distribute electricity across a public highway or street pursuant to section 16-243aa, as amended by this act;

[(30)] (24) "Electric supplier" means any person, including an electric aggregator or participating municipal electric utility that is licensed by the Public Utilities Regulatory Authority in accordance with section 16-245, that provides electric generation services to end use customers in the state using the transmission or distribution facilities of an electric distribution company, regardless of whether or not such person takes title to such generation services, but does not include: (A) A municipal electric utility established under chapter 101, other than a participating municipal electric utility; (B) a municipal electric energy cooperative established under chapter 101a; (C) an electric cooperative established under chapter 597; or (D) any other electric utility owned, leased, maintained, operated, managed or controlled by any unit of local government under any general statute or special act;

[(31)] (25) "Electric aggregator" means (A) a person, municipality or regional water authority that gathers together electric customers for the purpose of negotiating the purchase of electric generation services from an electric supplier, or (B) the Connecticut Resources Recovery Authority, if it gathers together electric customers for the purpose of negotiating the purchase of electric generation services from an electric

271 supplier, provided such person, municipality or authority is not

- 272 engaged in the purchase or resale of electric generation services, and
- 273 provided further such customers contract for electric generation
- services directly with an electric supplier, and may include an electric
- 275 cooperative established pursuant to chapter 597;
- 276 [(32)] (26) "Electric generation services" means electric energy,
- 277 electric capacity or generation-related services;
- 278 [(33)] (27) "Electric transmission services" means electric
- 279 transmission or transmission-related services;
- [(34)] (28) "Generation entity or affiliate" means a corporate affiliate
- or [, as provided in subdivision (3) of subsection (a) of section 16-244e,]
- 282 a separate division of an electric <u>distribution</u> company [after
- 283 unbundling has occurred pursuant to section 16-244e,] that provides
- 284 electric generation services;
- [(35)] (29) "Participating municipal electric utility" means a
- 286 municipal electric utility established under chapter 101 or any other
- 287 electric utility owned, leased, maintained, operated, managed or
- 288 controlled by any unit of local government under any general statute
- or any public or special act, that is authorized by the authority in
- accordance with section 16-245c to provide electric generation services
- 291 to end use customers outside its service area, as defined in section
- 292 16-245c;
- [(36)] (30) "Person" means an individual, business, firm, corporation,
- 294 association, joint stock association, trust, partnership or limited
- 295 liability company;
- 296 [(37)] (31) "Regional independent system operator" means the "ISO -
- 297 New England, Inc.", or its successor organization as approved by the
- 298 Federal Energy Regulatory Commission;
- [(38)] (32) "Certified telecommunications provider" means a person
- 300 certified by the authority to provide intrastate telecommunications

services, as defined in section 16-247a, pursuant to sections 16-247f to 16-247h, inclusive;

- [(39)] (33) "Gas registrant" means a person registered to sell natural gas pursuant to section 16-258a;
- 305 [(40)] (34) "Customer-side distributed resources" means (A) the 306 generation of electricity from a unit with a rating of not more than 307 sixty-five megawatts on the premises of a retail end user within the 308 transmission and distribution system including, but not limited to, fuel 309 cells, photovoltaic systems or small wind turbines, or (B) a reduction in 310 the demand for electricity on the premises of a retail end user in the 311 distribution system through methods of conservation and load 312 management, including, but not limited to, peak reduction systems 313 and demand response systems;
- 314 [(41)] (35) "Federally mandated congestion charges" means any cost 315 approved by the Federal Energy Regulatory Commission as part of 316 New England Standard Market Design including, but not limited to, 317 locational marginal pricing, locational installed capacity payments, any 318 cost approved by the Public Utilities Regulatory Authority to reduce 319 federally mandated congestion charges in accordance with section 7-320 233y, this section, sections 16-32f, 16-50i, as amended by this act, 16-321 50k, 16-50x, 16-243i to 16-243q, inclusive, 16-244c, as amended by this 322 act, [16-244e,] 16-245m, as amended by this act, 16-245n, as amended 323 by this act, and 16-245z, and section 21 of public act 05-1 of the June 324 special session and reliability must run contracts;
  - [(42)] (36) "Combined heat and power system" means a system that produces, from a single source, both electric power and thermal energy used in any process that results in an aggregate reduction in electricity use;
- [(43)] (37) "Grid-side distributed resources" means the generation of electricity from a unit with a rating of not more than sixty-five megawatts that is connected to the transmission or distribution system,

325

326

327

which units may include, but are not limited to, units used primarily to generate electricity to meet peak demand;

[(44)] (38) "Class III source" means the electricity output from combined heat and power systems with an operating efficiency level of no less than fifty per cent that are part of customer-side distributed resources developed at commercial and industrial facilities in this state on or after January 1, 2006, a waste heat recovery system installed on or after April 1, 2007, that produces electrical or thermal energy by capturing preexisting waste heat or pressure from industrial or commercial processes, or the electricity savings created in this state from conservation and load management programs begun on or after January 1, 2006, provided on and after January 1, 2014, no such programs supported by ratepayers, including programs overseen by the Energy Conservation Management Board or third-party programs pursuant to section 16-245m, as amended by this act, shall be considered a Class III source, except that any demand-side management project awarded a contract pursuant to section 16-243m, as amended by this act, shall remain eligible as a Class III source for the term of such contract;

[(45)] (39) "Sustainable biomass fuel" means biomass that is cultivated and harvested in a sustainable manner. "Sustainable biomass fuel" does not mean construction and demolition waste, as defined in section 22a-208x, finished biomass products from sawmills, paper mills or stud mills, organic refuse fuel derived separately from municipal solid waste, or biomass from old growth timber stands, except where (A) such biomass is used in a biomass gasification plant that received funding prior to May 1, 2006, from the Clean Energy Fund established pursuant to section 16-245n, as amended by this act, or (B) the energy derived from such biomass is subject to a long-term power purchase contract pursuant to subdivision (2) of subsection (j) of section 16-244c entered into prior to May 1, 2006;

[(46)] (40) "Video service" means video programming services provided through wireline facilities, a portion of which are located in

334

335

336

337

338

339

340

341

342

343

344

345

346

347

348

349

350

351

352

353

354

355

356

357

358

359

360

361

the public right-of-way, without regard to delivery technology, including Internet protocol technology. "Video service" does not include any video programming provided by a commercial mobile service provider, as defined in 47 USC 332(d), any video programming provided as part of community antenna television service in a franchise area as of October 1, 2007, any video programming provided as part of and via a service that enables users to access content, information, electronic mail or other services over the public Internet;

[(47)] (41) "Certified competitive video service provider" means an entity providing video service pursuant to a certificate of video franchise authority issued by the authority in accordance with section 16-331e. "Certified competitive video service provider" does not mean an entity issued a certificate of public convenience and necessity in accordance with section 16-331 or the affiliates, successors and assigns of such entity or an entity issued a certificate of cable franchise authority in accordance with section 16-331p or the affiliates, successors and assignees of such entity;

[(48)] (42) "Certificate of video franchise authority" means an authorization issued by the Public Utilities Regulatory Authority conferring the right to an entity or person to own, lease, maintain, operate, manage or control facilities in, under or over any public highway to offer video service to any subscribers in the state;

[(49)] (43) "Certificate of cable franchise authority" means an authorization issued by the Public Utilities Regulatory Authority pursuant to section 16-331q conferring the right to a community antenna television company to own, lease, maintain, operate, manage or control a community antenna television system in, under or over any public highway to (A) offer community antenna television service in a community antenna television company's designated franchise area, or (B) use the public rights-of-way to offer video service in a designated franchise area. The certificate of cable franchise authority shall be issued as an alternative to a certificate of public convenience and necessity pursuant to section 16-331 and shall only be available to

a community antenna television company under the terms specified in sections 16-331q to 16-331aa, inclusive;

- [(50)] (44) "Thermal energy transportation company" means any person authorized under any provision of the general statutes or special act to furnish heat or air conditioning or both, by means of steam, heated or chilled water or other medium, to lay and maintain mains, pipes or other conduits, and to erect such other fixtures necessary or convenient in and on the streets, highways and public grounds of any municipality to carry steam, heated or chilled water or other medium from such plant to the location to be served and to return the same;
- [(51)] (45) "The Connecticut Television Network" means the General Assembly's state-wide twenty-four-hour state public affairs programming service, separate and distinct from community access channels;
- [(52)] (46) "Commissioner of Energy and Environmental Protection" means the Commissioner of Energy and Environmental Protection appointed pursuant to title 4, or the commissioner's designee; and
- 416 [(53)] (47) "Large-scale hydropower" means any hydropower facility 417 that (A) began operation on or after January 1, 2003, (B) is located in 418 the New England Power Pool Generation Information System 419 geographic eligibility area in accordance with Rule 2.3 of said system 420 or an area abutting the northern boundary of the New England Power 421 Pool Generation Information System geographic eligibility area that is 422 not interconnected with any other control area that is not a part of the 423 New England Power Pool Generation Information System geographic 424 eligibility area, (C) delivers power into such geographic eligibility area, 425 and (D) has a generating capacity of more than thirty megawatts.
- Sec. 2. (NEW) (*Effective from passage*) Terms used in chapter 244, sections 16-216 to 16-227, inclusive, of the general statutes and chapters 244a, 244b, 245, 245a and 245b of the general statutes shall be

400

401

402

403

404

405

406

407

construed as follows, unless another meaning is expressed or is clearly apparent from the language or context:

- (1) "Railroad company" includes every person owning, leasing, maintaining, operating, managing or controlling any railroad, or any cars or other equipment employed thereon or in connection therewith, for public or general use within this state;
- (2) "Street railway company" includes every person owning, leasing, maintaining, operating, managing or controlling any street railway, or any cars or other equipment employed thereon or in connection therewith, for public or general use within this state;
- 439 (3) "Public service motor vehicle" includes all motor vehicles used 440 for the transportation of passengers for hire; and
- (4) "Motor bus" includes any public service motor vehicle operated in whole or in part upon any street or highway, by indiscriminately receiving or discharging passengers, or operated on a regular route or over any portion thereof, or operated between fixed termini, and any public service motor vehicle operated over highways within this state between points outside this state or between points within this state and points outside this state.
- Sec. 3. Subsection (a) of section 16-10a of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (a) Whenever any person, firm or corporation, incorporated under the general statutes or any special act, is granted a franchise to operate as a public service company, as defined in section 16-1, as amended by this act, and fails to provide service which is adequate to serve the public convenience and necessity of any town, city, borough, district or other political subdivision of the state, or any portion thereof, for a period of five years from the date of such franchise or from January 1, 1961, whichever is later, the Public Utilities Regulatory Authority, on its own initiative, or upon complaint of any such town, city, borough,

431

432

433

434

451

452

453

454

455

456

457

458

district or other political subdivision, or on petition of not less than five per cent of the affected persons, but in no event more than one thousand persons, in any such town, city, borough, district or other political subdivision, shall fix a time and place for a hearing to be held thereon. The authority shall give notice thereof to all parties in interest and shall make such further investigation into the alleged failure to provide such service as it deems necessary. If upon such hearing, said authority finds that the holder of such franchise has failed to provide such service and that there is an immediate need for such service, it may revoke such franchise as to any such town, city, borough, district or political subdivision, or any portion thereof, or make such other order as may be necessary to provide such service. Whenever any person, firm or corporation, incorporated under the general statutes or any special act, is granted a franchise to operate as a railroad company, as defined in [section 16-1] section 2 of this act, and fails to provide adequate service, or has discontinued the service, on any segment of its lines for which such franchise is granted for a period of five years or more, the franchise for such segment of line shall cease to exist and shall be revoked by the authority for such failure to operate such service or discontinuance of service for a period of five years or more.

Sec. 4. Section 16-252 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

All such bonds may be secured by a mortgage of the property, real, personal or mixed, of the mortgagor, executed by its president, under its corporate seal, to the Treasurer of the state, and his successors in office, in trust, for the holders of such bonds, and recorded in the office of the Secretary of the State, and such mortgage shall secure equally all such bonds as may be issued from time to time to the full amount specified in the mortgage, and may include not only the property then owned by the mortgagor but also property to be thereafter acquired by it. In such mortgage deed, it shall be sufficient to describe the lines, wires, poles, conduits, equipment and apparatus of the telephone company, in general terms and by general reference to locality. The

460

461

462

463

464

465

466

467

468

469

470

471

472

473

474

475

476

477

478

479

480

481

482

483

484

485

486

487

488

489

490

491

provisions of sections 16-218 to 16-227, inclusive, concerning the foreclosure of mortgages of railroad companies, <u>as defined in section 2</u> of this act, shall apply to any mortgages or bonds issued by telephone companies, associations or corporations.

Sec. 5. Section 16-265 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

No lands or rights-of-way or easements therein shall be taken by eminent domain under the provisions of sections 16-263 to 16-269, inclusive, in any public street or highway, public park or reservation or other public property, or within the location of any railroad company, as defined in section 2 of this act, or other public utility company; provided such pipeline or pipelines may be constructed under or through any public highway or street, public park or reservation or other public property if the method of such construction and the plans and specifications therefor have been approved by the authority having jurisdiction over the maintenance of such public highway or street, public park or reservation or other public property; and provided such pipeline or pipelines may be constructed over or across the location of any railroad company, as defined in section 2 of this act, or other public utility company by agreement with such railroad company or other public utility company or, in the event of failure so to agree, then with the approval of and in such manner as may be determined by the Public Utilities Regulatory Authority.

Sec. 6. Section 52-5570 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

No action for trespass shall lie against any surveyor licensed under chapter 391 or person acting at the direction of any such licensed surveyor who enters upon land other than the land being surveyed without causing any damage to such other land in order to perform a survey, provided no such surveyor or person acting at the direction of such surveyor shall enter upon any land owned by a railroad company, as defined in section [16-1] 2 of this act, which is within fifty

499

500

501

502

503

504

505

506

507

508

509

510

511

512

513

514

515

516

517

518

519

520

521

522

523

525 feet of a railroad track without first obtaining written permission from

- 526 the railroad company, which written permission shall not be
- 527 unreasonably withheld. Nothing herein shall relieve such licensed
- 528 surveyor or person from liability for actual damages caused by such
- 529 entry upon such other property.
- Sec. 7. Section 16-19dd of the general statutes is repealed and the
- following is substituted in lieu thereof (*Effective from passage*):
- [(a) The Public Utilities Regulatory Authority shall not approve any
- electric public service company's application, under section 16-19, for a
- 534 change in the electric rate of any agricultural customer from a
- residential rate schedule to a commercial rate schedule nor shall the
- 536 authority on its own initiative, under section 16-19a, authorize such
- 537 change for three years from May 2, 1988. Each electric public service
- 538 company, in the case of any such customer which it has transferred
- 539 from a residential rate to a commercial rate since 1980 or which it
- 540 transferred in violation of any authority order, shall provide such
- 541 customer with the option to reconvert to the customer's former rate
- 542 classification.]
- [(b)] All electric public service companies shall implement
- 544 conservation and load management programs for agricultural
- 545 customers.
- Sec. 8. Subsection (h) of section 16-50j of the 2014 supplement to the
- 547 general statutes is repealed and the following is substituted in lieu
- 548 thereof (*Effective from passage*):
- (h) Prior to commencing any hearing pursuant to section 16-50m,
- 550 the council shall consult with and solicit written comments from (1) the
- Department of Energy and Environmental Protection, the Department
- 552 of Public Health, the Council on Environmental Quality, the
- 553 Department of Agriculture, the Public Utilities Regulatory Authority,
- 554 the Office of Policy and Management, the Department of Economic
- and Community Development and the Department of Transportation,

556 and (2) in a hearing pursuant to section 16-50m, for a facility described 557 in subdivision (3) of subsection (a) of section 16-50i, the Department of 558 Emergency Services and Public Protection, the Department of 559 Consumer Protection, the Department of Administrative Services and 560 the Labor Department. [In addition, the Department of Energy and 561 Environmental Protection shall have the continuing responsibility to 562 investigate and report to the council on all applications which prior to 563 October 1, 1973, were within the jurisdiction of the Department of 564 Environmental Protection with respect to the granting of a permit.] 565 Copies of such comments shall be made available to all parties prior to 566 the commencement of the hearing. Subsequent to the commencement 567 of the hearing, said departments and council may file additional 568 written comments with the council within such period of time as the 569 council designates. All such written comments shall be made part of 570 the record provided by section 16-50o. Said departments and council 571 shall not enter any contract or agreement with any party to the 572 proceedings or hearings described in this section or section 16-50p that 573 requires said departments or council to withhold or retract comments, 574 refrain from participating in or withdraw from said proceedings or 575 hearings.

- Sec. 9. Section 16-243n of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (a) Not later than October 1, 2005, each electric distribution company, as defined in section 16-1, as amended by this act, shall submit an application to the Public Utilities Regulatory Authority to (1) on or before January 1, 2007, implement time-of-use rates for customers that have a maximum demand of not less than three hundred fifty kilowatts that may include, but not be limited to, mandatory peak, shoulder and off-peak time-of-use rates, and (2) on or before June 1, 2006, offer optional interruptible or load response rates for customers that have a maximum demand of not less than three hundred fifty kilowatts and offer optional seasonal and time-of-use rates for all customers. The application shall propose to establish time-

576

577

578

579

580

581

582

583

584

585

586

587

of-use rates through a procurement plan, revenue neutral adjustments to delivery rates, or both.

- [(b) From March 1, 2006, until December 31, 2006, each electric distribution company shall issue comparative analyses to customers that have a maximum demand of not less than three hundred fifty kilowatts that would demonstrate, at current levels of consumption, the effects of the mandatory time-of-use rates as specified in subdivision (l) of subsection (a) of this section to be effective beginning January 1, 2007.]
- [(c)] (b) Not later than November 1, 2005, each electric distribution company shall submit an application to the Public Utilities Regulatory Authority to implement mandatory seasonal rates for all customers beginning April 1, 2007.
- [(d) From April 1, 2006, until March 31, 2007, each electric distribution company shall issue comparative analyses to all customers that demonstrate, at current levels of consumption, the effects of the mandatory seasonal rates that will be effective beginning April 1, 2007.]
  - [(e)] (c) The authority shall hold a hearing that shall be conducted as a contested case, in accordance with the provisions of chapter 54, to approve, reject or modify applications submitted pursuant to subsection (a) or [(c)] (b) of this section. No application for time-of-use rates shall be approved unless (1) such rates reasonably reflect the cost of service during their respective time-of-use periods, and (2) the costs associated with implementation, the impact on customers and benefits to the utility system justify implementation of such rates, and (3) such rates alter patterns of customer consumption of electricity without undue adverse effect on the customer.
- [(f)] (d) Each electric distribution company shall assist customers to help manage loads and reduce peak consumption through the comprehensive plan developed pursuant to section 16-245m, as

607

608

609

610

611

612

613

614

615

## 620 <u>amended by this act</u>.

630

631

632

633

634

635

636

637

638

639

640

641

642

643

644

645

646

647

648

649 650

651

652

[(g) The authority shall conduct a contested case, in accordance with chapter 54, to determine the standards under which, and process by which, a customer, having a maximum demand of three hundred fifty kilowatts or more, may obtain an exemption, until July 1, 2010, from mandatory time-of-use rates as specified in subdivision (1) of subsection (a) of this section. The authority shall issue a decision in the contested case no later than January 1, 2006.]

Sec. 10. Section 16-244b of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

All customers of electric distribution companies, as defined in section 16-1, as amended by this act, shall have the opportunity to purchase electric generation services from their choice of electric suppliers, as defined in section 16-1, as amended by this act, in a competitive generation market in accordance with the schedule provided in this section. [On and after January 1, 2000, up to thirty-five per cent of the peak load of each rate class of an electric company or electric distribution company, as the case may be, may choose an electric supplier to provide their electric generation services, provided such customers shall be located in distressed municipalities, as defined in section 32-9p. In the event that the number of customers exceeds thirty-five per cent of such load, preference shall be given to customers located in distressed municipalities with a population greater than one hundred thousand persons. Participation shall be determined on a first-come, first-served basis.] As of July 1, 2000, all customers shall have the opportunity to choose an electric supplier. On and after January 1, 2000, electric generation services shall be provided in accordance with section 16-244c, as amended by this act, to any customer who has not chosen an electric supplier or has declined, failed or been unable to enter into or maintain a contract for electric generation services with an electric supplier. The Public Utilities Regulatory Authority may adopt regulations, in accordance with chapter 54, to implement the phase-in schedule provided in this

653 section.

666

667

668

669

670

671

672

673

674

675

- Sec. 11. Subsection (e) of section 16-244c of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu
- 656 thereof (*Effective from passage*):
- (e) An electric distribution company is not required to be licensed pursuant to section 16-245 to provide [standard offer electric generation services in accordance with] standard service pursuant to subsection (a) of this section, supplier of last resort service pursuant to subsection (c) of this section or back-up electric generation service pursuant to subsection (d) of this section.
- Sec. 12. Subsection (e) of section 16-244u of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (e) On or before October 1, 2013, the Public Utilities Regulatory Authority shall conduct a proceeding to develop the administrative processes and program specifications, including, but not limited to, a cap of ten million dollars per year apportioned to each electric distribution company based on consumer load for credits provided to beneficial accounts pursuant to subsection (c) of this section and payments made pursuant to subsection (d) of this section, provided the municipal, state and agricultural customer hosts, each in the aggregate, and the designated beneficial accounts of such customer hosts, shall receive not more than forty per cent of the dollar amount established pursuant to this subsection.
- Sec. 13. Subsection (g) of section 16-245a of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (g) [(1)] Notwithstanding the provisions of this section and section 16-244c, <u>as amended by this act</u>, for periods beginning on and after January 1, 2008, each electric distribution company may procure renewable energy certificates from Class I, Class II and Class III

renewable energy sources through long-term contracting mechanisms. The electric distribution companies may enter into long-term contracts for not more than fifteen years to procure such renewable energy certificates. The electric distribution companies shall use any renewable energy certificates obtained pursuant to this section to meet their standard service and supplier of last resort renewable portfolio standard requirements.

[(2) On or before July 1, 2007, the authority shall initiate a contested case proceeding to examine whether long-term contracts should be used to procure Class I, Class II and Class III certificates. In such examination, the authority shall determine (A) the impact of such contracts on price stability, fuel diversity and cost; (B) the method and timing of crediting of the procurement of renewable energy certificates against the renewable portfolio standard purchase obligations of electric suppliers and the electric distribution companies pursuant to subsection (a) of this section; (C) the terms and conditions, including reasonable performance assurance commitments, that may be imposed on entities seeking to supply renewable energy certificates; (D) the level of one-time compensation, not to exceed one mill per kilowatt hour of output and services associated with the renewable energy certificates purchased pursuant to this subsection, which may be payable to the electric distribution companies for administering the procurement provided for under this subsection and recovered as part of the generation services charge or through an appropriate nonbypassable rate component on customers' bills; (E) the manner in which costs for such program may be recovered from electric distribution company customers; and (F) any other issues the authority deems appropriate. Revenues from such compensation shall not be included in calculating the electric distribution companies' earnings to determine if rates are just and reasonable, for earnings sharing mechanisms or for purposes of sections 16-19, 16-19a and 16-19e.]

Sec. 14. Subdivision (1) of subsection (a) of section 16-245m of the 2014 supplement to the general statutes is repealed and the following

684

685

686

687

688

689

690

691

692

693

694

695

696

697

698

699

700

701

702

703

704

705

706

707

708

709

710

711

712

713

714

715

717 is substituted in lieu thereof (*Effective from passage*):

(a) (1) On and after January 1, 2000, the Public Utilities Regulatory
Authority shall assess or cause to be assessed a charge of three mills
per kilowatt hour of electricity sold to each end use customer of an
electric distribution company to be used to implement the program as
provided in this section for conservation and load management
programs. [but not for the amortization of costs incurred prior to July
1, 1997, for such conservation and load management programs.]

- Sec. 15. Subsection (b) of section 16-245n of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 728 (b) On and after July 1, 2004, the Public Utilities Regulatory 729 Authority shall assess or cause to be assessed a charge of not less than 730 one mill per kilowatt hour charged to each end use customer of electric 731 services in this state which shall be deposited into the Clean Energy under 732 subsection of this Fund established (c) section. 733 Notwithstanding the provisions of this section, receipts from such 734 charges shall be disbursed to the resources of the General Fund during 735 the period from July 1, 2003, to June 30, 2005, unless the authority 736 shall, on or before October 30, 2003, issue a financing order for each 737 affected distribution company in accordance with sections 16-245e to 738 16-245k, inclusive, to sustain funding of renewable energy investment 739 programs by substituting an equivalent amount, as determined by the 740 authority in such financing order, of proceeds of rate reduction bonds 741 for disbursement to the resources of the General Fund during the 742 period from July 1, 2003, to June 30, 2005. The authority may authorize 743 in such financing order the issuance of rate reduction bonds that 744 substitute for disbursement to the General Fund for receipts of both 745 charges under this subsection and subsection (a) of section 16-245m 746 and also may in its discretion authorize the issuance of rate reduction 747 bonds under this subsection and subsection (a) of section 16-245m that 748 relate to more than one electric distribution company. The authority 749 shall, in such financing order or other appropriate order, offset any

increase in the competitive transition assessment necessary to pay principal, premium, if any, interest and expenses of the issuance of such rate reduction bonds by making an equivalent reduction to the charges imposed under this subsection, provided any failure to offset all or any portion of such increase in the competitive transition assessment shall not affect the need to implement the full amount of such increase as required by this subsection and sections 16-245e to 16-245k, inclusive. Such financing order shall also provide if the rate reduction bonds are not issued, any unrecovered funds expended and committed by the electric distribution companies for renewable resource investment through deposits into the Clean Energy Fund, provided such expenditures were approved by the authority following August 20, 2003, and prior to the date of determination that the rate reduction bonds cannot be issued, shall be recovered by the companies from their respective competitive transition assessment or systems benefits charge, except that such expenditures shall not exceed one million dollars per month. All receipts from the remaining charges imposed under this subsection, after reduction of such charges to offset the increase in the competitive transition assessment as provided in this subsection, shall be disbursed to the Clean Energy Fund commencing as of July 1, 2003. Any increase in the competitive transition assessment or decrease in the renewable energy investment component of an electric distribution company's rates resulting from the issuance of or obligations under rate reduction bonds shall be included as rate adjustments on customer bills.]

Sec. 16. Subsection (b) of section 16-245ff of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

(b) The Clean Energy Finance and Investment Authority shall offer direct financial incentives, in the form of performance-based incentives or expected performance-based buydowns, for the purchase or lease of qualifying residential solar photovoltaic systems. For the purposes of this section, "performance-based incentives" means incentives paid out

750

751

752

753

754

755

756

757

758

759

760

761

762

763

764

765

766

767

768

769

770

771

772

773

774

775

776

777

778

779

780

781

on a per kilowatt-hour basis, and "expected performance-based 783 784 buydowns" means incentives paid out as a one-time upfront incentive 785 based on expected system performance. The authority shall consider 786 willingness to pay studies and verified solar photovoltaic system 787 characteristics, such as operational efficiency, size, location, shading 788 and orientation, when determining the type and amount of incentive. 789 Notwithstanding the provisions of subdivision (1) of subsection (h) of 790 section 16-244c, the amount of renewable energy produced from Class 791 I renewable energy sources receiving tariff payments or included in 792 utility rates under this section shall be applied to reduce the electric 793 distribution company's Class I renewable energy source portfolio 794 standard. Customers who receive expected performance-based 795 buydowns under this section shall not be eligible for a credit pursuant 796 to section [16-243b] <u>16-243h</u>.

- Sec. 17. Subsection (c) of section 16-262y of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (c) (1) On or after June 5, 2013, and before a water company [,] with actual revenues at least one per cent less than allowed revenues files for its next general rate case pursuant to section 16-19, as amended by this act, such company may request, and the Public Utilities Regulatory Authority shall initiate, a docket for a limited reopener to approve a revenue adjustment mechanism.
  - (2) After approval of a revenue adjustment mechanism pursuant to subdivision (1) of this subsection, such mechanism shall be authorized by the authority annually thereafter until the earlier of (A) the sixth year after the last general rate case, or (B) such time as such company files its next general rate case. Such company shall file with the authority an annual reconciliation of actual revenues to allowed revenues that shall include a report of the changes in water demands and any measures such company has taken to promote water conservation.

797

798

799

806

807

808

809

810

811

812

813

Sec. 18. Subsection (a) of section 16a-3 of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

- (a) There is established a Connecticut Energy Advisory Board consisting of nine members, including the [Office of] Consumer Counsel. The president pro tempore of the Senate shall appoint a representative of an environmental organization knowledgeable in energy efficiency programs, a representative of a consumer advocacy organization and a representative of a state-wide business association. The speaker of the House of Representatives shall appoint a representative of low-income ratepayers, a representative of academia who has knowledge of energy-related issues and a member of the public considered to be an expert in electricity, generation, renewable energy, procurement or conservation programs. The minority leader of the Senate shall appoint a representative of a municipality. The minority leader of the House of Representatives shall appoint a member of the public considered to be an expert in electricity, generation, renewable energy, procurement or conservation. All appointed members shall serve in accordance with section 4-1a. No appointee may be employed by, or a consultant of, a public service company, as defined in section 16-1, as amended by this act, or an electric supplier, as defined in section 16-1, as amended by this act, or an affiliate or subsidiary of such company or supplier.
- Sec. 19. Section 16a-3e of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

The Integrated Resources Plan to be adopted in 2012 and [annually] biennially thereafter, shall (1) indicate specific options to reduce electric rates and costs. Such options may include the procurement of new sources of generation. In the review of new sources of generation, the Integrated Resources Plan shall indicate whether the private wholesale market can supply such additional sources or whether state financial assistance, long-term purchasing of electricity contracts or

818

819

820

821

822

823

824

825

826

827

828

829

830

831

832

833

834

835

836

837

841

842

843

844

845

846

other interventions are needed to achieve the goal; (2) analyze in-state renewable sources of electricity in comparison to transmission line upgrades or new projects and out-of-state renewable energy sources, provided such analysis also considers the benefits of additional jobs and other economic impacts and how they are created and subsidized; (3) include an examination of average consumption and other states' best practices to determine why electricity rates are lower elsewhere in the region; (4) assess and compare the cost of transmission line projects, new power sources, renewable sources of electricity, conservation and distributed generation projects to ensure the state pursues only the least-cost alternative projects; (5) continually monitor supply and distribution systems to identify potential need for transmission line projects early enough to identify alternatives; and (6) assess the least-cost alternative to address reliability concerns, including, but not limited to, lowering electricity demand through conservation and distributed generation projects before an electric distribution company submits a proposal for transmission lines or transmission line upgrades to the independent system operator or the Federal Energy Regulatory Commission, provided no provision of such plan shall be deemed to prohibit an electric distribution company from making any filing required by law or regulation.

Sec. 20. Subsection (c) of section 16a-40m of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

(c) The guidelines for the comprehensive residential clean energy on-bill repayment program pursuant to subdivisions (9) to (11), inclusive, of subsection (b) of this section shall be subject to review and [approve] approval by the Public Utilities Regulatory Authority, which review shall commence upon filing such guidelines with the authority and the review shall be deemed complete not later than ninety days after such filing. Such review shall be conducted in an uncontested proceeding.

Sec. 21. Subdivision (57) of section 12-81 of the 2014 supplement to

848

849

850

851

852

853

854

855

856

857

858

859

860

861

862

863

864

865

866

867

868

869

870

871

872

873

874

875

876

877

878

879

the general statutes is repealed and the following is substituted in lieu 882 thereof (*Effective from passage*):

- (57) (A) Any Class I renewable energy source, as defined in section 16-1, as amended by this act, or hydropower facility described in subdivision [(27)] (21) of subsection (a) of section 16-1, as amended by this act, installed for the generation of electricity for private residential use or on a farm, as defined in subsection (q) of section 1-1, provided such installation occurs on or after October 1, 2007, and further provided such installation is for a single family dwelling, a multifamily dwelling consisting of two to four units or a farm, or any passive or active solar water or space heating system or geothermal energy resource;
- (B) For assessment years commencing on and after October 1, 2013, any Class I renewable energy source, as defined in section 16-1, as amended by this act, hydropower facility described in subdivision [(27)] (21) of subsection (a) of section 16-1, as amended by this act, or solar thermal or geothermal renewable energy source, installed for generation or displacement of energy, provided (i) such installation occurs on or after January 1, 2010, (ii) such installation is for commercial or industrial purposes, (iii) the nameplate capacity of such source or facility does not exceed the load for the location where such generation or displacement is located, and (iv) such source or facility is located in a distressed municipality, as defined in section 32-9p, with a population between one hundred twenty-five thousand and one hundred thirty-five thousand;
- (C) For assessment years commencing on and after October 1, 2013, any municipality may, upon approval by its legislative body or in any town in which the legislative body is a town meeting, by the board of selectmen, abate up to one hundred per cent of property tax for any Class I renewable energy source, as defined in section 16-1, as amended by this act, hydropower facility described in subdivision [(27)] (21) of subsection (a) of section 16-1, as amended by this act, or solar thermal or geothermal renewable energy source, installed for

881

883

884

885

886

887

888

889

890

891

892

893

894

895

896

897

898

899

900

901

902

903

904

905

906

907

908

909

910

911

912

generation or displacement of energy, provided (i) such installation occurs between January 1, 2010, and December 31, 2013, (ii) such installation is for commercial or industrial purposes, (iii) the nameplate capacity of such source or facility does not exceed the load for the location where such generation or displacement is located, and (iv) such source or facility is not located in a municipality described in subparagraph (B) of this subdivision;

- (D) For assessment years commencing on and after October 1, 2014, any Class I renewable energy source, as defined in section 16-1, <u>as amended by this act</u>, hydropower facility described in subdivision [(27)] (21) of subsection (a) of section 16-1, <u>as amended by this act</u>, or solar thermal or geothermal renewable energy source, installed for generation or displacement of energy, provided (i) such installation occurs on or after January 1, 2014, (ii) is for commercial or industrial purposes, and (iii) the nameplate capacity of such source or facility does not exceed the load for the location where such generation or displacement is located;
- (E) Any person claiming the exemption provided in this subdivision for any assessment year shall, on or before the first day of November in such assessment year, file with the assessor or board of assessors in the town in which such hydropower facility, Class I renewable energy source, solar thermal or geothermal renewable energy source or passive or active solar water or space heating system or geothermal energy resource is located, a written application claiming such exemption. Failure to file such application in the manner and form as provided by such assessor or board within the time limit prescribed shall constitute a waiver of the right to such exemption for such assessment year. Such application shall not be required for any assessment year following that for which the initial application is filed, provided if such hydropower facility, Class I renewable energy source, solar thermal or geothermal renewable energy source or passive or active solar water or space heating system or geothermal energy resource is altered in a manner which would require a building permit,

921

922

923

924

925

926

927

928

929

930

931

932

933

934

935

936

937

938 939

940

941

942

943

944

945

such alteration shall be deemed a waiver of the right to such exemption until a new application, applicable with respect to such altered source, is filed and the right to such exemption is established as required initially;

- 951 Sec. 22. Subsection (e) of section 12-268s of the 2014 supplement to 952 the general statutes is repealed and the following is substituted in lieu 953 thereof (*Effective from passage*):
- (e) The tax imposed by this section shall not apply to any net kilowatt hours of electricity generated at (1) an electric generation facility in this state exclusively through the use of fuel cells or an alternative energy system, (2) a resources recovery facility, as defined in section 22a-260, or (3) customer-side distributed resources, as defined in [subdivision (40) of] subsection (a) of section 16-1, as amended by this act.
- Sec. 23. Section 13a-126c of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

Notwithstanding any provision of the general statutes, the Commissioner of Transportation may enter into an agreement with the owner or operator of a public service facility, as defined in section 13a-126, desiring the longitudinal use of the right-of-way of a state highway to accommodate trunkline or transmission-type utility facilities and to fix the terms, conditions and rates and charges for use of such right-of-way; provided, no such agreement shall exempt a public service facility from the provisions of chapter 277a. In the case of public service companies, as defined in [subdivision (1) of subsection (a) of section 16-1, as amended by this act, such charges or rates shall not exceed the actual administrative, construction, operation and maintenance costs of the department incurred as a result of the public service company's use of a nonlimited access state highway. The department may estimate such charges or rates and require prepayment of such charges or rates, provided any amount in excess of the actual amount shall be refunded to the public service company.

963

964

965

966

967

968

969

970

971

972

973

974

975

976

977

979 Sec. 24. Subsection (a) of section 16a-51 of the 2014 supplement to 980 the general statutes is repealed and the following is substituted in lieu 981 thereof (*Effective from passage*):

(a) As used in this section, (1) "qualifying project" means a combined heat and power system, as described in subdivision [(44)] (38) of subsection (a) of section 16-1, as amended by this act, that (A) provides commercial, industrial or residential facilities with both electrical generation and heat output, (B) has a nameplate capacity of between five hundred and five thousand kilowatts, (C) is placed into service between January 1, 2012, and January 1, 2015, and (D) is not eligible under section 16-245hh or section 103 of public act 11-80, and (2) "electric distribution company" has the same meaning as provided in section 16-1, as amended by this act.

Sec. 25. Section 8-133a of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

As used in this section, "public service facility" includes any sewer, pipe, main, conduit, cable, wire, pole, tower, building or utility appliance owned or operated by an electric distribution, gas, telephone, [telegraph,] water or community antenna television service company. Whenever a redevelopment agency determines that the closing of any street or public right-of-way is provided for in a redevelopment or renewal plan adopted and approved in accordance with section 8-127, or where the carrying out of such a redevelopment or renewal plan, including the construction of new improvements, requires the temporary or permanent readjustment, relocation or removal of a public service facility from a street or public right-of-way, the agency shall issue an appropriate order to the company owning or operating such facility, and such company shall permanently or temporarily readjust, relocate or remove the same promptly in accordance with such order, provided an equitable share of the cost of such readjustment, relocation or removal of said public service facility located within the redevelopment area, including the cost of installing and constructing a facility of equal capacity in a new location, shall be

982 983

984

985

986

987

988

989

990

991

992

993

994

995

996

997

998999

1000

1001

1002

10031004

1005

1006

1007

1008

1009

1010

borne by the redevelopment agency. Such equitable share shall be fifty per cent of such cost after the deductions hereinafter provided. In establishing the equitable share of the cost to be borne by the redevelopment agency, there shall be deducted from the cost of the readjusted, relocated or removed facilities a sum based on a consideration of the value of materials salvaged from existing installations, the cost of the original installation, the life expectancy of the original facility and the unexpired term of such life use. For the purposes of determining the equitable share of the cost of such readjustment, relocation or removal, the books and records of the company shall be available for the inspection of the redevelopment agency. When any facility is removed from a street or public right-ofway to a private right-of-way, the redevelopment agency shall not pay for such private right-of-way. If the redevelopment agency and the company owning or operating such facility cannot agree upon the share of the cost to be borne by the redevelopment agency, either may apply to the superior court for the county within which the street or public right-of-way is situated, or, if the court is not in session, to any judge thereof, for a determination of the cost to be borne by the redevelopment agency, and such court or such judge, after causing notice of the pendency of such application to be given to the other party, shall appoint a state referee to make such determination. Such referee, having given at least ten days' notice, to the parties interested, of the time and place of the hearing, shall hear both parties, shall take such testimony as such referee may deem material and shall thereupon determine the amount of the cost to be borne by the redevelopment agency and forthwith report to the court. If the report is accepted by the court, such determination shall, subject to right of appeal as in civil actions, be conclusive upon such parties.

Sec. 26. Section 8-194 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

1043 As used in this section, "public service facility" includes any sewer, 1044 pipe, main, conduit, cable, wire, pole, tower, building or utility

10121013

1014

1015

1016

1017

1018

1019

1020

1021

1022

1023

1024

1025

1026

1027

1028

1029

1030

1031

1032

10331034

1035

1036

1037

1038

1039

1040

1041

appliance owned or operated by an electric distribution, gas, telephone [, telegraph] or water company. Whenever a development agency determines that the closing of any street or public right-of-way is provided for in a development plan adopted and approved in accordance with this chapter, or where the carrying out of such a development plan, including the construction of new improvements, requires the temporary or permanent readjustment, relocation or removal of a public service facility from a street or public right-of-way, the agency shall issue an appropriate order to the company owning or operating such facility, and such company shall permanently or temporarily readjust, relocate or remove the same promptly in accordance with such order, provided an equitable share of the cost of such readjustment, relocation or removal, including the cost of installing and constructing a facility of equal capacity in a new location, shall be borne by the development agency. Such equitable share shall be fifty per cent of such cost after the deduction hereinafter provided. In establishing the equitable share of the cost to be borne by the development agency, there shall be deducted from the cost of the readjusted, relocated or removed facilities a sum based on a consideration of the value of materials salvaged from existing installations, the cost of the original installation, the life expectancy of the original facility and the unexpired term of such life use. For the purposes of determining the equitable share of the cost of such readjustment, relocation or removal, the books and records of the company shall be available for the inspection of the development agency. When any facility is removed from a street or public right-ofway to a private right-of-way, the development agency shall not pay for such private right-of-way. If the development agency and the company owning or operating such facility cannot agree upon the share of the cost to be borne by the development agency, either may apply to the superior court for the judicial district within which the street or public right-of-way is situated, or, if the court is not in session, to any judge thereof, for a determination of the cost to be borne by the development agency, and such court or such judge, after causing notice of the pendency of such application to be given to the other

1045

1046

1047

1048

1049

1050

1051

1052

1053

1054

1055

1056

1057

1058

1059

1060

1061

1062

1063

1064

1065

1066

1067

1068

1069

1070

1071

1072

1073

1074

1075

1076

1077

1078

party, shall appoint a state referee to make such determination. Such referee, having given at least ten days' notice, to the parties interested, of the time and place of the hearing, shall hear both parties, shall take such testimony as such referee may deem material and shall thereupon determine the amount of the cost to be borne by the development agency and forthwith report to the court. If the report is accepted by the court, such determination shall, subject to right of appeal as in civil actions, be conclusive upon such parties.

- Sec. 27. Subsection (a) of section 8-395 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (a) As used in this section, (1) "business firm" means any business entity authorized to do business in the state and subject to the corporation business tax imposed under chapter 208, or any company subject to a tax imposed under chapter 207, or any air carrier subject to the air carriers tax imposed under chapter 209, or any railroad company subject to the railroad companies tax imposed under chapter 210, or any regulated telecommunications service, express, [telegraph,] cable [,] or community antenna television company subject to the regulated telecommunications service, express, [telegraph,] cable [,] and community antenna television companies tax imposed under chapter 211, or any utility company subject to the utility companies tax imposed under chapter 212, and (2) "nonprofit corporation" means a nonprofit corporation incorporated pursuant to chapter 602 or any predecessor statutes thereto, having as one of its purposes the construction, rehabilitation, ownership or operation of housing and having articles of incorporation approved by the executive director of the Connecticut Housing Finance Authority in accordance with regulations adopted pursuant to section 8-79a or 8-84.
- Sec. 28. Section 12-80 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 1111 Real and tangible personal property owned by any company,

1080

1081

1082

1083

1084

1085

1086

1087

1088

1089

1090

1091

1092

1093

1094

1095

1096

1097

1098

1099

1100

1101

1102

1103

11041105

1106

1107

1112 including a foreign municipal electric utility as defined in section 12-1113 59, employed in the manufacture, transmission or distribution of gas 1114 or electricity or both to be used for light, heat or motive power or in the operation of a system of water works for selling or distributing 1115 1116 water or both for domestic or power purposes or for two or more of 1117 such purposes shall be set in the list of each town where such property 1118 is situated on its assessment day and shall be liable to taxation at such 1119 percentage of its fair market value as is determined by the assessors 1120 under the provisions of sections 12-64 and 12-71. The provisions of this 1121 section shall not affect the provisions of section 12-76. Property subject 1122 to taxation under the provisions of this section shall not be subject to 1123 taxation under the provisions of sections 12-77, 12-78 and 12-79. 1124 Railroad companies subject to taxation under the provisions of chapter 1125 210, and express, [telegraph,] telephone and cable companies subject to 1126 taxation under the provisions of chapter 211, shall not be subject to the 1127 provisions of this section.

- Sec. 29. Section 13a-127 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 1130 The commissioner is authorized to contract with any person, 1131 partnership, association or corporation, desiring the use of the project 1132 authorized by section 13a-32, the Gold Star Memorial Bridge or the 1133 Old Lyme and Old Saybrook Bridge, or the appurtenances and 1134 approaches or any part of such project or bridges, for placing thereon 1135 water, steam, gas or oil pipelines, telephone, [telegraph,] electric light 1136 or power lines, or for any other purpose, and to fix the terms, 1137 conditions and rates and charges for such use.
- Sec. 30. Section 16-32 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- Each public service company [, except telegraph companies and express companies subject to the jurisdiction of the Interstate Commerce Commission or its successor agency,] shall have an annual comprehensive audit and report made of its accounts and operations

1128

by independent public accountants satisfactory to the Public Utilities Regulatory Authority. A copy of such annual audit report shall be filed with the authority, together with the company's annual report. In the absence of such an audit report, or if the authority, after notice and opportunity for a hearing, determines that such audit report is insufficient or unsatisfactory, the authority shall cause such an audit to be made at the expense of the company either by independent public accountants satisfactory to the authority or by any staff of the authority engaged in the activities contemplated by subsection (b) of section 16-8, as amended by this act. The authority may waive the compliance with the provisions of this section by any public service company whose annual gross income is less than one hundred thousand dollars.

Sec. 31. Section 16-237 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

No person or corporation building and maintaining [telegraph,] telephone or electric light or power wires or fixtures, or electrical wires, conductors or fixtures of any kind shall, by reason of any occupation or use of any buildings or lands for the support of the wires of such person or corporation, or by reason of such wires passing over or through any buildings or lands, acquire by the continuance of such use or occupation any prescriptive right to so occupy or use the same. No length of possession, user or occupancy of any buildings or land, or adverse to any easement therein or right thereto belonging to a [telegraph,] telephone or electric [light or power corporation] distribution company, and used or acquired for use for its corporate purposes, shall create or continue any right in or to such land, or adverse to any such easement.

1171 Sec. 32. Section 16-238 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

When it is deemed necessary to cut or otherwise disconnect the wires or fixtures of any [telegraph,] telephone, electric [light or power] <u>distribution</u> company or other company or association hereinbefore

referred to, or to remove such wires from the poles or fixtures to which they are attached, for the transportation of any object on the highway or upon any waterway, any person or corporation may do so, exercising reasonable care therein, after obtaining written consent of the municipality or other authority having control over such highway or waterway and the public service company or companies affected, which consent may be granted under such reasonable conditions as such municipality or other authority having such control and such company or companies may impose. If such consent cannot be secured, or if any of such conditions is not acceptable to the person or corporation seeking such consent, the Public Utilities Regulatory Authority shall, upon written application by such person or corporation and after notice to all parties affected, determine the necessity of such disconnection or removal and order the terms and conditions under which it shall be made.

- Sec. 33. Subsection (c) of section 16-345 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (c) "Public utility" means the owner or operator of underground facilities for furnishing electric, gas, telephone, [telegraph,] pipeline, sewage, water, community television antenna, steam or traffic signal service, including a municipal or other public owner or operator.
- Sec. 34. Section 22a-470 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

Whenever a municipality obtains a grant under this chapter for the construction, rebuilding, expansion or acquisition of sewers or other pollution abatement facilities and where the carrying out of such construction, rebuilding, expansion or acquisition requires the temporary or permanent readjustment, relocation or removal of a public service facility from a street or public right-of-way, the municipality shall issue an appropriate order to the company owning or operating such facility and such company shall permanently or

temporarily readjust, relocate or remove such facility promptly in accordance with such order, provided an equitable share of the cost of such readjustment, relocation or removal of said public service facility, including the cost of installing and constructing a facility equal in capacity in a new location, shall be borne by the municipality. Such equitable share shall be one hundred per cent of such cost after the deductions hereinafter provided. In establishing the equitable share of the cost to be borne by the municipality, there shall be deducted from the cost of the readjusted, relocated or removed facilities a sum based on a consideration of the value of materials salvaged from existing installations, the cost of the original installation, the life expectancy of the original facility and the unexpired term of such useful life. For the purposes of determining the equitable share of the cost of such readjustment, relocation or removal, the books and records of the company shall be available for the inspection of the municipality. When any facility is removed from a street or public right-of-way to a private right-of-way, the municipality shall not pay for such right-ofway. If the municipality and the company owning or operating such facility cannot agree upon the share of the cost to be borne by the municipality, either may apply to the superior court for the judicial district in which the street or public right-of-way is situated or, if the court is not in session, to any judge thereof for a determination of the cost to be borne by the municipality, and such court or judge after causing notice of the pendency of such application to be given to the other party, shall appoint a state referee to make such determination. Such referee, having given at least ten days' notice to the parties interested of the time and place of the hearing, shall hear both parties, shall take such testimony as such referee may deem material and shall thereupon determine the amount of the cost to be borne by the municipality and forthwith report to the court. If the report is accepted by the court, such determination shall, subject to right of appeal as in civil actions, be conclusive upon such parties. As used in this section, "public service facility" includes any sewer, pipe, main, conduit, cable, wire, tower, building or a utility appliance owned or operated by an electric distribution, gas, telephone, [telegraph,] water or community

1208

1209

1210

1211

1212

1213

1214

1215

1216

1217

1218

1219

1220

12211222

1223

1224

1225

1226

1227

1228

1229

1230

1231

1232

1233

1234

1235

1236

1237

1238

1239

1240

1241

1243 antenna television service company.

1247

1248

1249

1250

1251

1252

1253

1254

1255

1256

1257

1258

1259

1260

1261

1262

1265

1266

1267

1268

1269

1270

1271

1272

1273

Sec. 35. Subsection (a) of section 29-19 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

- (a) The Commissioner of Emergency Services and Public Protection may, upon the application of any electric distribution, gas, telephone [, telegraph] or water company owning, leasing, maintaining, managing or controlling any property, plant or equipment in this state, commission, during his pleasure, one or more persons designated by such company who, having been sworn, may act at the expense of such company as policemen upon the premises used or occupied by such company in its business, or upon any highway adjacent to such premises, for the proper protection of such plant or property, and each policeman so appointed may arrest and take before some proper authority any person in his precinct for any offense committed therein. Said commissioner may exercise such supervision and direction over any policeman appointed as herein provided as he deems necessary. When any such commission is issued or revoked, said commissioner shall notify the clerk of the superior court for each judicial district in which it is intended that such policeman shall act.
- Sec. 36. Section 31-16 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

No person under the age of eighteen years shall be employed by any [telegraph or] messenger company, in cities having a population of twenty thousand or over, to distribute, transmit or deliver goods or messages between the hours of ten o'clock at night and five o'clock in the morning. The manager of the office of any corporation who violates any provision of this section shall be fined not more than fifty dollars for each day of such employment. The provisions of this section shall not apply to persons under the age of eighteen who have graduated from a secondary educational institution.

1274 Sec. 37. Subsection (g) of section 32-224 of the 2014 supplement to 1275 the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

(g) As used in this subsection, "public service facility" includes any sewer, pipe, main conduit, cable, wire, pole, tower, building or utility appliance owned or operated by an electric <u>distribution</u>, gas, telephone [, telegraph] or water company. Whenever an implementing agency determines that the closing of any street or public right-of-way is provided for in a development plan adopted and approved in accordance with sections 32-220 to 32-234, inclusive, or where the carrying out of such a development plan, including the construction of improvements, requires the temporary or permanent readjustment, relocation or removal of a public service facility from a street or public right-of-way, the implementing agency shall issue an appropriate order to the company owning or operating such facility. Such company shall permanently or temporarily readjust, relocate or remove the public service facility promptly in accordance with such order, provided an equitable share of the cost of such readjustment, relocation or removal, including the cost of installing and constructing a facility of equal capacity in a new location, shall be borne by the implementing agency. Such equitable share shall be fifty per cent of such cost after the deduction hereinafter provided. In establishing the equitable share of the cost to be borne by the implementing agency, there shall be deducted from the cost of the readjusted, relocated or removed facilities a sum based on a consideration of the value of materials salvaged from existing installations, the cost of the original installation, the life expectancy of the original facility and the unexpired term of such life use. The books and records of the company shall be made available for inspection by the implementing agency to determine the equitable share of the cost of such readjustment, relocation or removal. When any facility is removed from a street or public right-of-way to a private right-of-way, the implementing agency shall not pay for such private right-of-way. If the implementing agency and the company owning or operating such facility cannot agree upon

1276

1277

1278

1279

1280

1281

1282

1283

1284

1285

1286

1287

1288

1289

1290

1291

1292

1293

1294

1295

1296

1297

1298

1299

1300

1301

1302

1303

1304

1305

1306

1308 the share of the cost to be borne by the implementing agency, such 1309 agency or the company may apply to the superior court for the judicial 1310 district within which the street or public right-of-way is situated, or, if 1311 the court is not in session, to any judge thereof, for a determination of 1312 the cost to be borne by the implementing agency. The court or the 1313 judge, after causing notice of the pendency of such application to be 1314 given to the other party, shall appoint a state referee to make such 1315 determination. The referee, having given at least ten days' notice to the 1316 interested parties of the time and place of the hearing, shall hear both 1317 parties, take such testimony as he may deem material and thereupon 1318 determine the amount of the cost to be borne by the implementing 1319 agency. The referee shall immediately report the amount to the court. 1320 If the report is accepted by the court, such determination shall, subject 1321 to right of appeal as in civil actions, be conclusive upon such parties.

- Sec. 38. Subsection (b) of section 33-645 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (b) No corporation formed under sections 33-600 to 33-998, inclusive, shall have power to transact in this state the business of a [telegraph company,] gas, [electric,] electric distribution or water company, or cemetery corporation, or of any company, except a telephone company, requiring the right to take and condemn lands or to occupy the public highways of this state.
- Sec. 39. Subsection (a) of section 33-920 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (a) A foreign corporation, other than an insurance, surety or indemnity company, may not transact business in this state until it obtains a certificate of authority from the Secretary of the State. No foreign corporation engaged in the business of a [telegraph company,] gas, [electric,] electric distribution or water company, or cemetery corporation, or of any company requiring the right to take and

condemn lands or to occupy the public highways of this state, and no foreign telephone company, shall transact in this state the business authorized by its certificate of incorporation or by the laws of the state under which it was organized, unless empowered so to do by some general or special act of this state, except for the purpose of carrying out and renewing contracts existing upon August 1, 1903. No insurance, surety or indemnity company shall transact business in this state until it has procured a license from the Insurance Commissioner in accordance with the provisions of section 38a-41.

- Sec. 40. Subsection (b) of section 33-1035 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (b) Except as provided in subsection (f) of this section, no corporation formed under sections 33-1000 to 33-1290, inclusive, shall, or shall have power to, transact in this state the business of an insurance company or a surety or indemnity company, railroad company, [telegraph company,] gas, [electric,] electric distribution or water company, or of any company requiring the right to take and condemn lands or to occupy the public highways of this state.
- Sec. 41. Subsection (a) of section 33-1210 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (a) A foreign corporation, other than an insurance, surety or indemnity company, may not conduct affairs in this state until it obtains a certificate of authority from the Secretary of the State. No foreign corporation conducting the affairs of a state bank and trust company, savings bank or building and loan association, railroad company, [telegraph company,] gas, [electric,] electric distribution or water company, or of any company requiring the right to take and condemn lands or to occupy the public highways of this state, and no foreign telephone company, shall conduct in this state affairs authorized by its certificate of incorporation or by the laws of the state

under which it was organized, unless empowered so to do by some general or special act of this state, except for the purpose of carrying out and renewing contracts existing upon August 1, 1903. No insurance, surety or indemnity company shall conduct affairs in this state until it has procured a license from the Insurance Commissioner in accordance with the provisions of section 38a-41.

- Sec. 42. Subsection (d) of section 34-119 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (d) No limited liability company formed under sections 34-100 to 34-1382 242, inclusive, shall have power to transact in this state the business of 1383 a [telegraph company,] gas, [electric,] electric distribution or water 1384 company, or cemetery corporation, or of any company, except a 1385 telephone company, requiring the right to take and condemn lands or 1386 to occupy the public highways of this state.
- Sec. 43. Section 52-380b of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - Any property of any [telegraph,] telephone [, electric] or electric distribution company, or association engaged in distributing electricity by wires or similar conductors, attached or liable to attachment under the provisions of section 52-287, as amended by this act, may be subjected to a lien by any person holding the legal title to an unsatisfied judgment, whether by assignment or otherwise, against the company or association, provided the creditor shall file a certificate in writing in the office of the Secretary of the State in the form provided in section 52-380a. If the lien is placed upon the property attached in the suit upon which the judgment was predicated and within four months after the judgment was rendered, it shall hold from the date of the attachment. Any such lien may be foreclosed or redeemed in the same manner as mortgages upon real property.
- Sec. 44. Subsection (b) of section 8-37jj of the general statutes is

1378

1379

1380

1389

1390

1391

1392

1393

1394

1395

1396

1397

1398

1399

1400

repealed and the following is substituted in lieu thereof (*Effective from passage*):

- (b) If the Department of Housing or the Connecticut Housing Finance Authority uses electric resistance space heating as the primary heating source in any new construction, it shall construct the unit in such a way as to be eligible for any available energy conservation incentives provided by the electric <u>distribution</u> company, as defined in section 16-1, <u>as amended by this act</u>, or the municipal utility furnishing electric service to such unit.
- Sec. 45. Subdivision (13) of subsection (b) of section 9-601a of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (13) The advance of a security deposit by an individual to a telephone company, as defined in section 16-1, as amended by this act, for telecommunications service for a committee or to another utility company, such as an electric <u>distribution</u> company, provided the security deposit is refunded to the individual;
- Sec. 46. Subparagraph (A) of subdivision (20) of subsection (a) of section 12-213 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (20) (A) "Carrying on or doing business" means and includes each and every act, power or privilege exercised or enjoyed in this state, as an incident to, or by virtue of, the powers and privileges acquired by the nature of any organization whether the form of existence is corporate, associate, joint stock company or fiduciary, and includes the direct or indirect engaging in, transacting or conducting of activity in this state by an electric supplier, as defined in section 16-1, as amended by this act, or generation entity or affiliate, as defined in section 16-1, as amended by this act, for the purpose of establishing or maintaining a market for the sale of electricity or of electric generation services, as defined in section 16-1, as amended by this act, to end use customers

located in this state through the use of the transmission or distribution

- facilities of an electric distribution company, as defined in section 16-1,
- as amended by this act; [, or, until unbundled in accordance with
- section 16-244e, electric company, as defined in section 16-1;]
- 1438 Sec. 47. Subsection (b) of section 12-265 of the general statutes is
- repealed and the following is substituted in lieu thereof (Effective from
- 1440 passage):
- (b) (1) Each company and municipal utility included in section 12-
- 1442 264, other than an electric distribution company, as defined in section
- 1443 16-1, as amended by this act, included in subsection (c) of section 12-
- 1444 264, and other than a municipality, or department or agency thereof, or
- district manufacturing, selling or distributing electricity to be used for
- light, heat or power, shall be taxed at the rate of five per cent upon the
- 1447 amount of gross earnings in each taxable quarter from operations,
- except as set forth in subsection (c) or (d) of this section and except that
- 1449 each company and municipal utility manufacturing, selling or
- distributing gas or electricity to be used for light, heat or power shall
- be taxed at the rate of four per cent upon the amount of gross earnings
- in each taxable quarter allocable to residential service, but deduction
- shall be made of gross earnings (A) from all sales for resale of water,
- steam, gas and electricity to public service corporations and municipal
- 1455 utilities, whether or not such purchasers are Connecticut public service
- 1456 corporations or Connecticut municipal utilities, and whether or not
- 1457 they are subject to the tax imposed by this chapter, (B) from any
- 1458 federal BTU energy tax included in adjustment clause and base-rate
- 1459 revenues, (C) from sales of appliances using water, steam, gas or
- 1460 electricity by each such company of the net invoice price plus
- transportation costs of such appliances, (D) of electric <u>distribution</u> and
- gas companies, as defined in section 16-1, <u>as amended by this act,</u> from energy conservation loan programs, (E) from all sales for resale of gas
- 1464 to companies registered pursuant to section 16-258a, and (F) from all
- sales of natural gas to a user or entity located outside the state.
- 1466 (2) Gross earnings for any taxable quarter, for the purposes of

assessment and taxation, shall be as follows: (A) In the case of a company or municipal utility, other than a municipality, or department or agency thereof, or district manufacturing, selling or distributing electricity to be used for light, heat or power, carrying on business or operating entirely within this state, the amount of gross earnings from operations; (B) in the case of a company or municipal utility, other than a municipality, or department or agency thereof, or district manufacturing, selling or distributing electricity to be used for light, heat or power, carrying on business or operations a part of which is outside of this state, (i) such portion of the amount of gross earnings from operations determined under the provisions of section 12-264 as is represented by the ratio of the number of miles of water or steam pipes, gas mains or electric wires operated by such company or municipal utility within this state on the first day and on the last day of the calendar year immediately preceding to the total number of miles of water or steam pipes, gas mains or electric wires operated by such company or municipal utility on said dates; or (ii) in the case of a company required to register pursuant to section 16-258a, such portion of the amount of gross earnings from operations determined under the provisions of section 12-264 as is represented by the ratio of the sales in this state to end users during such quarter to the total sales everywhere to end users during such quarter.

Sec. 48. Subdivision (4) of subsection (b) of section 16-8 of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

(4) A complete audit of each portion of each gas [, electric] company or electric distribution company having more than seventy-five thousand customers shall begin no less frequently than every six years, so that a complete audit of such a company's operations shall be performed every six years. Such an audit of each such company having more than seventy-five thousand customers shall be updated as required by the authority.

Sec. 49. Subsection (a) of section 16-11a of the general statutes is

14671468

1469

14701471

1472

1473

1474

1475

1476

1477

1478

1479

1480

1481

1482

1483

1484

1485

1486

1487

1488

1489

1490

1491

1492

1493

14941495

1496

1497

1498

repealed and the following is substituted in lieu thereof (*Effective from passage*):

- (a) There is established a Nuclear Energy Advisory Council which shall (1) hold regular public meetings for the purpose of discussing issues relating to the safety and operation of the nuclear power generating facilities located in this state and to advise the Governor, the General Assembly and municipalities within a five-mile radius of any nuclear power generating facility in this state of such issues, (2) work in conjunction with agencies of the federal, state and local governments [and with any electric company operating a nuclear power generating facility to ensure the public health and safety, (3) discuss proposed changes in or problems arising from the operation of a nuclear power generating facility, (4) communicate with any [electric] company operating a nuclear power generating facility about safety or operational concerns at the facility, which communications may include, but not be limited to, receipt of written reports and presentations to the council, and (5) review the current status of facilities with the Nuclear Regulatory Commission.
- Sec. 50. Subsection (a) of section 16-19 of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (a) No public service company may charge rates in excess of those previously approved by the Public Utilities Control Authority or the Public Utilities Regulatory Authority, except that any rate approved by the Public Utilities Commission, the Public Utilities Control Authority or the Public Utilities Regulatory Authority shall be permitted until amended by the Public Utilities Regulatory Authority, that rates not approved by the Public Utilities Regulatory Authority may be charged pursuant to subsection (b) of this section, and that the hearing requirements with respect to adjustment clauses are as set forth in section 16-19b, as amended by this act. For water companies, existing rates shall include the amount of any adjustments approved pursuant to section 16-262w since the company's most recent general rate case,

1502

1503

1504

1505

1506

1507

1508

1509

1510

1511

1512

1513

1514

1515

1516

1517

1518

1519

1520

1521

1522

1523

1524

1525

1526

1527

1528

1529

1530

1531

provided any adjustment amount shall be separately identified in any customer bill. Each public service company shall file any proposed amendment of its existing rates with the authority in such form and in accordance with such reasonable regulations as the authority may prescribe. Each [electric,] electric distribution, gas or telephone company filing a proposed amendment shall also file with the authority an estimate of the effects of the amendment, for various levels of consumption, on the household budgets of high and moderate income customers and customers having household incomes not more than one hundred fifty per cent of the federal poverty level. Each [electric and] electric distribution company shall also file such an estimate for space heating customers. Each water company, except a water company that provides water to its customers less than six consecutive months in a calendar year, filing a proposed amendment, shall also file with the authority a plan for promoting water conservation by customers in such form and in accordance with a memorandum of understanding entered into by the authority pursuant to section 4-67e. Each public service company shall notify each customer who would be affected by the proposed amendment, by mail, at least one week prior to the first public hearing thereon, but not earlier than six weeks prior to such first public hearing, that an amendment has been or will be requested. Such notice shall also indicate (1) the date, time and location of any scheduled public hearing, (2) a statement that customers may provide written comments regarding the proposed amendment to the Public Utilities Regulatory Authority or appear in person at any scheduled public hearing, (3) the Public Utilities Regulatory Authority telephone number for obtaining information concerning the schedule for public hearings on the proposed amendment, and (4) whether the proposed amendment would, in the company's best estimate, increase any rate or charge by twenty per cent or more, and, if so, describe in general terms any such rate or charge and the amount of the proposed increase, provided no such company shall be required to provide more than one form of the notice to each class of its customers. In the case of a proposed amendment to the rates of any public service company, the authority

1533

1534

1535

1536

1537

1538

1539

1540

1541

1542

15431544

15451546

1547

1548

1549

1550

1551

1552

1553

1554

1555

1556

1557

1558

1559

1560

1561

1562

1563

1564

15651566

1568

1569

1570

1571

1572

1573

1574

1575

1576

1577

1578

1579

1580

1581

1582

1583

1584

1585

1586

1587

1588

1589

1590

1591

1592

1593

1594

1595

1596

1597

1598

1599

1600

shall hold one or more public hearings thereon, except as permitted with respect to interim rate amendments by subsections (d) and (g) of this section, and shall make such investigation of such proposed amendment of rates as is necessary to determine whether such rates conform to the principles and guidelines set forth in section 16-19e, as amended by this act, or are unreasonably discriminatory or more or less than just, reasonable and adequate, or that the service furnished by such company is inadequate to or in excess of public necessity and convenience. The authority, if in its opinion such action appears necessary or suitable in the public interest may, and, upon written petition or complaint of the state, under direction of the Governor, shall, make the aforesaid investigation of any such proposed amendment which does not involve an alteration in rates. If the authority finds any proposed amendment of rates to not conform to the principles and guidelines set forth in section 16-19e, as amended by this act, or to be unreasonably discriminatory or more or less than just, reasonable and adequate to enable such company to provide properly for the public convenience, necessity and welfare, or the service to be inadequate or excessive, it shall determine and prescribe, as appropriate, an adequate service to be furnished or just and reasonable maximum rates and charges to be made by such company. In the case of a proposed amendment filed by an [electric,] electric distribution, gas or telephone company, the authority shall also adjust the estimate filed under this subsection of the effects of the amendment on the household budgets of the company's customers, in accordance with the rates and charges approved by the authority. The authority shall issue a final decision on each rate filing within one hundred fifty days from the proposed effective date thereof, provided it may, before the end of such period and upon notifying all parties and intervenors to the proceedings, extend the period by thirty days.

Sec. 51. Section 16-19a of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

(a) (1) The Public Utilities Regulatory Authority shall, at intervals of

not more than four years from the last previous general rate hearing of each gas [, electric] and electric distribution company having more than seventy-five thousand customers, conduct a complete review and investigation of the financial and operating records of each such company and hold a public hearing to determine whether the rates of each such company are unreasonably discriminatory or more or less than just, reasonable and adequate, or that the service furnished by such company is inadequate to or in excess of public necessity and convenience or that the rates do not conform to the principles and guidelines set forth in section 16-19e, as amended by this act. In making such determination, the authority shall consider the gross and net earnings of such company since its last previous general rate hearing, its retained earnings, its actual and proposed capital expenditures, its advertising expenses, the dividends paid to its stockholders, the rate of return paid on its preferred stock, bonds, debentures and other obligations, its credit rating, and such other financial and operating information as the authority may deem pertinent.

- (2) The authority may conduct a general rate hearing in accordance with subsection (a) of section 16-19, <u>as amended by this act</u>, in lieu of the periodic review and investigation proceedings required under subdivision (1) of this subsection.
- (b) In the proceeding required under subdivision (1) of subsection (a) of this section, the authority may approve performance-based incentives to encourage a gas or electric <u>distribution</u> company to operate efficiently and provide high quality service at fair and reasonable prices. Notwithstanding subsection (a) of this section, if the authority approves such performance-based incentives for a particular company, the authority shall include in such approval a framework for periodic monitoring and review of the company's performance in regard to criteria specified by the authority, which shall include, but not be limited to, the company's return on equity, reliability and quality of service. The authority's periodic monitoring and review shall

1601

1602

1603

1604

1605

1606

1607

1608

1609

1610

1611

1612

1613

1614

1615

1616

1617

1618

1619

1620

1621

1622

1623

1624

16251626

1627

16281629

1630

1631

1632

be used in lieu of the periodic review and investigation proceedings required under subdivision (1) of subsection (a) of this section. If the authority determines in the periodic monitoring and review that a more extensive review of company performance is necessary, the authority may institute a further proceeding in accordance with the purposes of this chapter, including a complete review and investigation described in subdivision (1) of subsection (a) of this section.

- Sec. 52. Subsection (c) of section 16-19b of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (c) If the authority, after notice and hearing, determines that the adoption of an energy adjustment clause would protect the interests of ratepayers of an electric distribution company, ensure economy and efficiency in energy production and purchase by the electric distribution company and achieve the objectives set forth in subsection (a) of section 16-19, as amended by this act, and in section 16-19e, as amended by this act, better than would the continued operation of a fuel adjustment clause and a generation utilization adjustment clause, the authority shall approve an energy adjustment clause to be superimposed upon the existing rate schedule of the electric distribution company. The authority shall design any such energy adjustment clause to reflect cost-efficient energy resource procurement and to recover the costs of energy that are proper for rate-making purposes and for which the authority has not authorized recovery through base rates. These costs, reflecting prudent and efficient management and operations, may include, but are not limited to, the costs of oil, gas, coal, nuclear fuel, wood or other fuels, and energy transactions with other utilities, nonutility generators or power pools, all or part of the cost of conservation and load management, and the gross earnings tax imposed by section 12-264 on the revenues from the energy sources subject to the energy adjustment clause. The authority shall design the energy adjustment clause to provide for recovery of

1634

1635

1636

1637

1638

1639

1640

1641

1642

1643

1644

1645

1646

1647

1648

1649

1650

1651

1652

1653

1654

1655

1656

1657

1658

1659

1660

1661

1662

1663

1664

1665

energy costs prudently incurred by an electric distribution company in 1667 1668 accordance with section 16-19e, as amended by this act. 1669 Notwithstanding the provisions of section 16-19, as amended by this 1670 act, the authority shall change an energy adjustment clause in 1671 accordance with the provisions of subsections (e) and (h) of this 1672 section. An energy adjustment clause approved pursuant to this 1673 section shall apply to all electric distribution companies similarly 1674 affected by the costs which form the basis for the adjustment clause.

Sec. 53. Subsection (e) of section 16-19b of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

(e) No proposed purchased gas adjustment, energy adjustment charge or credit or transmission rate shall become effective until the Public Utilities Regulatory Authority has approved such charges or credits pursuant to an administrative proceeding. administrative proceeding shall be open to the public and shall be convened within ten days of the filing of an application by an electric distribution or gas company requesting such a proceeding. Notice of such application and proceeding shall be published at least five days prior to such proceeding in a newspaper of general circulation in the area served by such company. The authority shall receive and consider comments of interested persons and members of the public at such a proceeding, which shall not be considered a contested case for purposes of title 4, this title or any regulation adopted thereunder. Any approval or denial of the authority pursuant to this subsection shall not be deemed an order, authorization or decision of the authority for purposes of section 16-35. After notice and hearing, the authority shall adopt regulations, in accordance with chapter 54, which shall include the requirements of the filing to support the requested charge or credit. Notwithstanding the provisions of this section, in the event that the authority has not rendered an approval or denial concerning any such application within five days of the day the administrative proceeding shall have been convened, the proposed charges or credits (1) shall

1675

1676

1677

1678

1679

1680

1681

1682

1683

1684

1685

16861687

1688

1689

1690

1691

1692

1693

1694

1695

1696

1697

1698

become effective at the option of the company pending the authority's finding with respect to such charges, or (2) in the discretion of the authority, may become effective upon the filing by the company with the authority of an assurance. Such assurance may include a bond with surety, and shall satisfy the authority of the company's ability and willingness to refund to its customers any such amounts as the company may collect from them in excess of the charges approved by the authority in its finding.

- Sec. 54. Subsections (j) to (l), inclusive, of section 16-19b of the 2014 supplement to the general statutes are repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (j) Any purchased gas adjustment clause or energy adjustment clause approved by the authority may include a provision designed to allow the electric <u>distribution</u> or gas company to charge or reimburse the customer for any under-recovery or over-recovery of overhead and fixed costs due solely to the deviation of actual retail sales of electricity or gas from projected retail sales of electricity or gas. The authority shall include such provision in any energy adjustment clause approved for an electric <u>distribution</u> company if it determines (1) that a significant cause of excess earnings by the electric <u>distribution</u> company is an increase in actual retail sales of electricity over projected retail sales of electricity as determined at the time of the electric <u>distribution</u> company's most recent rate amendment, and (2) that such provision is likely to benefit the customers of the electric <u>distribution</u> company.
- [(k) Notwithstanding the provisions of this section, an approved fossil fuel adjustment clause or generation utilization adjustment clause in effect for an electric company on July 1, 1995, shall remain in effect in its form and method of operation as of said date until the authority has approved an energy adjustment clause for the company and the approved energy adjustment clause is in effect.]
- [(1)] (k) Notwithstanding the provisions of this section, upon the

1732 application of any gas company, the authority may modify, suspend or 1733 discontinue a purchased gas adjustment clause for one or more gas 1734 companies if the authority determines that as part of an overall 1735 performance-based rate plan, such modification, suspension or 1736 discontinuance will ensure safety and reliability, will provide 1737 substantial financial benefits to ratepayers at least equal to those 1738 provided to the gas company and will lower the rates below what they 1739 would be without such modification, suspension or discontinuance, as 1740 determined by the authority.

Sec. 55. Subsection (b) of section 16-19d of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

(b) The cost of political, institutional or promotional advertising of any gas [, electric] company or electric distribution company and the cost of political or institutional advertising of any telephone company shall not be deemed to be an operating expense in any rate schedule proceedings held pursuant to section 16-19, as amended by this act. For the purposes of this section, political, institutional or promotional advertising shall not be deemed to include reasonable expenditures for (1) the publication or distribution of existing or proposed tariffs or rate schedules; (2) notices required by law or regulation; (3) public information regarding service interruptions, safety measures, emergency conditions, employment opportunities or the means by which customers can conserve energy or make efficient and economical use of service; (4) the promotion or marketing of efficient gas and electric equipment which the Public Utilities Regulatory Authority determines: (A) Is consistent with the state's energy policy; (B) is consistent with integrated resource planning principles; (C) provides net economic benefit to such company's customers; and (D) shall not have the primary purpose of promoting one fuel over another; or (5) advertising by a gas company that is necessary as a result of competition created by actions and decisions of the Federal Energy Regulatory Commission and the Public Utilities Regulatory

1741

1742

1743

1744

1745

1746

1747

1748

1749

1750

1751

1752

1753

1754

1755

1756

1757

1758

1759

1760

1761

1762

1763

Authority. Such advertising shall be limited to the express purpose of promoting gas companies in competition with other providers and marketers of natural gas. Such advertising shall not include any promotions, cash, equipment, installation or service subsidies for the conversion to natural gas from any other energy source.

- Sec. 56. Subsection (f) of section 16-19d of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (f) Each gas [, electric] or electric distribution company shall conspicuously indicate in all of its advertising whether the costs of the advertising are being paid for by the company's shareholders, its customers or both.
- Sec. 57. Subsections (b) to (d), inclusive, of section 16-19e of the 2014 supplement to the general statutes are repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (b) The Public Utilities Regulatory Authority shall promptly undertake a separate, general investigation of, and shall hold at least one public hearing on new pricing principles and rate structures for electric distribution companies and for gas companies to consider, without limitation, long run incremental cost of marginal cost pricing, peak load or time of day pricing and proposals for optimizing the utilization of energy and restraining its wasteful use and encouraging energy conservation, and any other matter with respect to pricing principles and rate structures as the authority shall deem appropriate. The authority shall determine whether existing or future rate structures place an undue burden upon those persons of poverty status and shall make such adjustment in the rate structure as is necessary or desirable to take account of their indigency. The authority shall require the utilization of such new principles and structures to the extent that the authority determines that their implementation is in the public interest, as identified by the Department of Energy and Environmental Protection in the Integrated Resources Plan and the

1780

17811782

1783

1784

1785

1786

1787

1788

1789

1790

1791

1792

1793

1794

1795

Comprehensive Energy Strategy, and necessary or desirable to accomplish the purposes of this provision without being unfair or discriminatory or unduly burdensome or disruptive to any group or class of customers, and determines that such principles and structures are capable of yielding required revenues. In reviewing the rates and rate structures of electric and gas companies, the authority shall be guided by the goals of the Department of Energy and Environmental Protection, as described in section 22a-2d, the Comprehensive Energy Strategy, the Integrated Resources Plan and the Conservation and Load Management Plan. The authority shall issue its initial findings on such investigation by December 1, 1976, and its final findings and order by June 1, 1977; provided that after such final findings and order are issued, the authority shall at least once every two years undertake such further investigations as it deems appropriate with respect to new developments or desirable modifications in pricing principles and rate structures and, after holding at least one public hearing thereon, shall issue its findings and order thereon.

- (c) The Department of Energy and Environmental Protection shall coordinate and integrate its actions, decisions and policies pertaining to gas and electric <u>distribution</u> companies, so far as possible, with the actions, decisions and policies of other agencies and instrumentalities in order to further the development and optimum use of the state's energy resources and conform to the greatest practicable extent with the state energy policy as stated in section 16a-35k, the Comprehensive Energy Strategy and the Integrated Resources Plan taking into account prudent management of the natural environment and continued promotion of economic development within the state. The department shall defer, as appropriate, to any actions taken by other agencies and instrumentalities on matters within their respective jurisdictions.
- (d) The Commissioner of Energy and Environmental Protection, the Commissioner of Economic and Community Development, and the Connecticut Siting Council may be made parties to each proceeding on a rate amendment proposed by a gas [, electric] or electric distribution

company and shall participate in such proceedings to the extent necessary.

- Sec. 58. Section 16-19bb of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 1834 The Public Utilities Regulatory Authority shall require that any 1835 funds held by an [electric or] electric distribution company in excess of 1836 the company's authorized return on equity, which funds are intended 1837 by the authority to offset future rate increases in lieu of a present rate 1838 decrease, shall be applied to such rate increases or shall be refunded to 1839 the company's customers [not later than July 1, 1988. Any such funds 1840 collected by the company after July 1, 1988, shall be applied to offset 1841 such rate increases or refunded to the company's customers] within 1842 one year of receipt.
- Sec. 59. Section 16-19ee of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- Each [electric or] electric distribution company [with more than seventy-five thousand customers,] shall, in its periodic report to the Public Utilities Regulatory Authority, concerning electrical outages, indicate which outages resulted from a power surge.
- Sec. 60. Subsection (a) of section 16-19ff of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (a) Notwithstanding any provisions of the general statutes to the contrary, each [electric company or] electric distribution company shall allow the installation of submeters at (1) a recreational campground, (2) individual slips at marinas for metering the electric use by individual boat owners, (3) commercial, industrial, multifamily residential or multiuse buildings where the electric power or thermal energy is provided by a Class I renewable energy source, as defined in section 16-1, as amended by this act, or a combined heat and power system, as defined in section 16-1, as amended by this act, or (4) in any

1852

1853

1854

1855

1856

1857

1858

1861 other location as approved by the authority where submetering 1862 promotes the state's energy goals, as described in the Comprehensive 1863 Energy Strategy, while protecting consumers against termination of 1864 residential utility service or other related issues. Each entity approved 1865 to submeter by the Public Utilities Regulatory Authority, pursuant to 1866 subsection (c) of this section, shall provide electricity to any allowed 1867 facility, as described in this subsection, at a rate no greater than the 1868 rate charged to that customer class for the service territory in which 1869 such allowed facility is located, provided nothing in this section shall 1870 permit such entity to charge a submetered account for (A) usage for 1871 any common areas of a commercial, industrial or multifamily 1872 residential building, or (B) other usage not solely for use by such 1873 account.

- Sec. 61. Subsection (b) of section 16-19hh of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 1877 (b) Notwithstanding the provisions of subsection (a) of this section, 1878 an [electric company or] electric distribution company that (1) 1879 renegotiates, extends or renews any special contract for electric service 1880 that is in effect on July 1, 2000, and has a term that expires prior to July 1881 1, 2000, for a term that extends beyond June 30, 2000, or (2) enters into 1882 any new special contracts for electric service, shall provide in any such 1883 renegotiated, extended, renewed or new contract for the collection of 1884 the assessment required under section 16-245g, as amended by this act, 1885 as provided in said section 16-245g and for the collection of the charge 1886 required in section 16-245l, as amended by this act, as provided in said section 16-245l, provided no such contract shall shift costs to other 1887 1888 ratepayers.
- Sec. 62. Subsections (a) and (b) of section 16-19kk of the 2014 supplement to the general statutes are repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 1892 (a) The General Assembly finds that if the earnings of electric, gas,

telephone and water public service companies, as defined in section 16-1, as amended by this act, are adversely affected by such companies' conservation and load management programs or other programs promoting the state's economic development, energy and other policy, those companies will have a disincentive to implement such programs. The General Assembly further finds that in order to further the implementation of such programs the earnings of electric, gas, telephone and water <u>public service</u> companies should be consistent with the principles and guidelines set forth in <u>this section and</u> sections 16-19e, as amended by this act, and [16-19kk] <u>16-19ll</u> to 16-19oo, inclusive, <u>as amended by this act</u>, and 16a-49 notwithstanding participation in conservation and load management programs and other programs authorized by the Public Utilities Regulatory Authority, promoting the state's economic development, energy and other policy.

(b) [The authority shall complete, on or before December 31, 1991, an investigation into the relationship between a company's volume of sales and its earnings.] The authority shall, on or before July 1, 1993, implement rate-making and other procedures and practices in order to encourage the implementation of conservation and load management programs and other programs authorized by the authority promoting the state's economic development, energy and other policy. Such procedures to implement a modification or elimination of any direct relationship between the volume of sales and the earnings of electric, gas, telephone and water public service companies may include the adoption of a sales adjustment clause pursuant to subsection (j) of section 16-19b, as amended by this act, or other adjustment clause similar thereto. [The authority's investigation shall include a review of its regulations and policies to identify any existing disincentives to the development and implementation of cost effective conservation and load management programs and other programs promoting the state's economic development, energy and other policy.]

Sec. 63. Section 16-1900 of the 2014 supplement to the general

1893 1894

1895

1896

1897

1898

1899

1900

1901

1902

19031904

1905

1906

1907

1908

1909

1910

1911

1912

1913

1914

1915

1916

1917

1918

1919

1920

1921

1922

1923

1924

statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

In order to promote an electric <u>distribution</u>, gas, telephone and water company's conservation and load management programs or other programs promoting the state's economic development, energy and other policy, the Public Utilities Regulatory Authority may approve rate amendments for any such company, pursuant to subsection (a) of section 16-19, as amended by this act, or, upon the request of a company in a proceeding, other than a rate proceeding pursuant to said subsection. Upon filing by a gas company of a natural gas infrastructure expansion plan in accordance with section 16-19ww, the authority may approve in a contested proceeding new rate mechanisms to recover the costs of such plan.

Sec. 64. Section 16-19rr of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

Each [electric company, each] municipal electric utility established under chapter 101 and each electric utility owned, leased, maintained, operated, managed or controlled by any unit of local government under any general statute or special act shall, upon request, provide electricity and each electric distribution company shall, upon request, provide electric distribution services to military veterans' posts and organizations that are exempt from federal taxation under Section 501(c) of the Internal Revenue Code of 1986, or any subsequent corresponding internal revenue code of the United States, as from time to time amended, at the lesser of the residential or commercial rate for the service territory in which the facility is located, provided such rates are not inconsistent with said chapter 101 or any municipal charter or ordinance adopted pursuant thereto, or with any such special act.

- Sec. 65. Section 16-19uu of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 1956 (a) At such time as economic recovery revenue bonds are issued to

fund the economic recovery transfer, the Public Utilities Regulatory Authority shall ensure that the competitive transition assessment charged to customers of each [electric company or] electric distribution company is adjusted to reflect the lower charge to be paid by customers. No [electric company or] electric distribution company may bill any customer an amount for the competitive transition assessment that is in excess of the amount necessary to fund the economic recovery transfer.

(b) At such time as the competitive transition assessment charged to customers has allowed full or partial recovery by the financing entity of any economic recovery revenue bonds and full or partial recovery by the [electric company or] electric distribution company of stranded costs not funded with the proceeds of economic recovery revenue bonds, the authority shall ensure that the competitive transition assessment charged to customers of each [electric company or] electric distribution company is adjusted to reflect, in the case of a partial recovery, the lower charge to be paid by customers, and, in the case of a full recovery, the absence of such assessment. No [electric company or] electric distribution company may bill any customer an amount for the competitive transition assessment that is in excess of the amount necessary to fund economic recovery revenue bonds or stranded costs.

Sec. 66. Subsection (a) of section 16-32c of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

(a) Notwithstanding the provisions of section 16-19, as amended by this act, a water company, as defined in section 16-1, as amended by this act, may charge rates in excess of or less than those approved by the Public Utilities Regulatory Authority, after a limited hearing as deemed appropriate by the authority, by adjusting existing rates to compensate for increases or decreases only in the company's following expenses: (1) The price of water purchased for redistribution to its customers from another water company or governmental authority whose rates have been adjusted; (2) the price of gas or electricity

purchased from a gas [, electric] or electric distribution company, electric supplier or governmental authority whose rates have been adjusted; (3) federal, state and local taxes or other government assessments on revenue, income or property; (4) fees charged by any federal or state agency or other government entity that has jurisdiction over the company; (5) fees, or changes in fees, charged for federal and state mandated monitoring of the quality of the company's water supply; and (6) changes in expenses due to inflation that, in the opinion of the authority, are subject to an inflation adjustment in rate schedule proceedings held pursuant to section 16-19, as amended by this act. The amount of any adjustment of rates shall not exceed the aggregate net amount of increases and decreases in the expenses set forth in this subsection on an annualized basis, provided that such adjustment shall not cause the company's projected return on equity for the following twelve-month period to exceed the return on equity authorized in the company's most recent proceeding for an amendment of rates pursuant to section 16-19, as amended by this act. A company may adjust its rates pursuant to this section only (A) when the aggregate effect of increases or decreases in such expenses equals or exceeds one half of one per cent of the company's operating revenues for the twelve-month period commencing after the authority issued a decision on the company's most recent application for an amendment of rates pursuant to section 16-19, as amended by this act, and (B) once in any twelve-month period. A company shall not adjust its rates pursuant to this section in any twelve-month period following approval of an amendment of rates by the authority pursuant to section 16-19, as amended by this act.

Sec. 67. Section 16-32g of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

Not later than January 1, 2008, and annually thereafter, each [electric or] electric distribution company shall submit to the Public Utilities Regulatory Authority a plan for the maintenance of poles, wires, conduits or other fixtures, along public highways or streets for the

1990

1991

1992

1993

1994

1995

1996

1997

1998

1999

2000

2001

2002

2003

2004

2005

2006

2007

2008

2009

2010

2011

2012

2013

2014

2015

2016

2017

2018

2019

2020

2021

transmission or distribution of electric current, owned, operated, managed or controlled by such company, in such format as the authority shall prescribe. Such plan shall include a summary of appropriate staffing levels necessary for the maintenance of said fixtures and a program for the trimming of tree branches and limbs located in close proximity to overhead electric wires where such branches and limbs may cause damage to such electric wires. The authority shall review each plan and may issue such orders as may be necessary to ensure compliance with this section. The authority may require each [electric or] electric distribution company to submit an updated plan at such time and containing such information as the authority may prescribe. The authority shall adopt regulations, in accordance with the provisions of chapter 54, to carry out the provisions of this section.

- Sec. 68. Subdivision (7) of subsection (d) of section 16-32h of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 2040 (7) Tree trimming, cutting and removal by each [electric company 2041 and] electric distribution company to reduce service outages caused by 2042 trees and limbs;
- Sec. 69. Section 16-47 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 2045 (a) As used in this section and section 16-47a, (1) "holding company" 2046 means any corporation, association, partnership, trust or similar 2047 organization, or person which, either alone or in conjunction and 2048 pursuant to an arrangement or understanding with one or more other 2049 associations, partnerships, similar corporations, trusts or 2050 organizations, or persons, directly or indirectly, controls a gas, 2051 [electric,] electric distribution, water, telephone or community antenna 2052 television company, and (2) "control" means the possession of the 2053 power to direct or cause the direction of the management and policies 2054 of a gas, [electric,] electric distribution, water, telephone or community

2023

2024

2025

2026

2027

2028

2029

2030

2031

2032

2033

2034

2035

antenna television company or a holding company, whether through the ownership of its voting securities, the ability to effect a change in the composition of its board of directors or otherwise, provided, control shall not be deemed to arise solely from a revocable proxy or consent given to a person in response to a public proxy or consent solicitation made pursuant to and in accordance with the applicable rules and regulations of the Securities Exchange Act of 1934 unless a participant in said solicitation has announced an intention to effect a merger or consolidation with, reorganization, or other business combination or extraordinary transaction involving the gas, [electric,] electric distribution, water, telephone or community antenna television company or the holding company. Control shall be presumed to exist if a person directly or indirectly owns ten per cent or more of the voting securities of a gas, [electric,] electric distribution, water, telephone or community antenna television company or a holding company, provided the authority may determine, after conducting a hearing, that said presumption of control has been rebutted by a showing that such ownership does not in fact confer control.

(b) No gas, [electric,] electric distribution, water, telephone or community antenna television company, or holding company, or any official, board or commission purporting to act under any governmental authority other than that of this state or of its divisions, municipal corporations or courts, shall interfere or attempt to interfere with or, directly or indirectly, exercise or attempt to exercise authority or control over any gas, [electric,] electric distribution, water, telephone or community antenna television company engaged in the business of supplying service within this state, or with or over any holding company doing the principal part of its business within this state, without first making written application to and obtaining the approval of the Public Utilities Regulatory Authority, except as the United States may properly regulate actual transactions in interstate commerce.

(c) No corporation, association, partnership, trust or similar

2055

2056

2057

2058

2059

2060

2061

2062

2063

2064

2065

2066

20672068

2069

2070

2071

2072

2073

2074

2075

20762077

2078

2079

2080

2081

2082

2083

2084

2085

2086

organization, or person shall take any action that causes it to become a holding company with control over a gas, [electric,] electric distribution, water, telephone or community antenna television company engaged in the business of supplying service within this state, or acquire, directly or indirectly, control over such a holding company, or take any action that would if successful cause it to become or to acquire control over such a holding company, without first making written application to and obtaining the approval of the authority. Any such corporation, association, partnership, trust or similar organization, or person applying to the authority for such approval shall pay the reasonable expenses incurred by the authority in carrying out its duties under this subsection, and accordingly, shall deposit with the authority a bond, executed by a surety company authorized to do business in this state, in the amount of fifty thousand dollars, conditioned to indemnify the authority for such expenses.

(d) The Public Utilities Regulatory Authority shall investigate and hold a public hearing on the question of granting its approval with respect to any application made under subsection (b) or (c) of this section and thereafter may approve or disapprove any such application in whole or in part and upon such terms and conditions as it deems necessary or appropriate. In connection with its investigation, the authority may request the views of the gas, [electric,] electric distribution, water, telephone or community antenna television company or holding company which is the subject of the application with respect to the proposed acquisition. After the filing of an application satisfying the requirements of such regulations as the authority may adopt in accordance with the provisions of chapter 54, but not later than thirty business days after the filing of such application, the authority shall give prompt notice of the public hearing to the person required to file the application and to the subject company or holding company. Such hearing shall be commenced as promptly as practicable after the filing of the application, but not later than thirty business days after the filing, and the authority shall make its determination as soon as practicable, but not later than one hundred

20882089

2090

2091

2092

2093

2094

2095

2096

2097

2098

2099

2100

2101

2102

2103

2104

2105

2106

2107

2108

2109

2110

2111

2112

2113

2114

2115

2116

21172118

2119

2120

twenty days after the filing of the application unless the person required to file the application agrees to an extension of time. The authority may, in its discretion, grant the subject company or holding company the opportunity to participate in the hearing by presenting evidence and oral and written argument. If the authority fails to give notice of its determination to hold a hearing, commence the hearing, or render its determination after the hearing within the time limits specified in this subdivision, the proposed acquisition shall be deemed approved. In each proceeding on a written application submitted under said subsection (b) or (c), the authority shall, in a manner which treats all parties to the proceeding on an equal basis, take into consideration (1) the financial, technological and managerial suitability and responsibility of the applicant, (2) the ability of the gas, [electric,] electric distribution, water, telephone or community antenna television company or holding company which is the subject of the application to provide safe, adequate and reliable service to the public through the company's plant, equipment and manner of operation if the application were to be approved, and (3) for an application concerning a telephone company, the effect of approval on the location and accessibility of management and operations and on the proportion and number of state resident employees.

(e) During any proceeding under subsection (b) or (c) of this section, the authority may order any party to such proceeding and the officers, directors, employees and agents of such party to refrain for a specific time period from communicating, directly or indirectly, with the record and beneficial owners of securities of the gas, [electric,] electric distribution, water, telephone or community antenna television company or holding company which is the subject of such proceedings, in regard to the matters submitted to the authority for its approval under said subsection (b) or (c). If the authority issues such an order, it shall also order all other parties to the proceeding and the officers, directors, employees and agents of such parties to refrain for the same time period from communicating, directly or indirectly, with such record and beneficial owners of such securities, in regard to such

2122

2123

2124

2125

2126

2127

2128

2129

2130

2131

2132

2133

2134

2135

2136

2137

2138

2139

2140

2141

2142

2143

2144

2145

2146

2147

2148

2149

2150

2151

2152

21532154

matters. No order issued pursuant to this subsection shall prohibit any party from complying with disclosure and reporting obligations under any other provision of the general statutes or under federal law.

- (f) Each holding company shall, not later than three months after the close of its fiscal year, annually, file with the authority a copy of its annual report to stockholders for such fiscal year. If the holding company does not print such an annual report, it shall file instead, not later than the same date, a comprehensive audit and report of its accounts and operations prepared by an independent public accounting firm approved by the authority. The provisions of this subsection shall not apply to any holding company in the form of a person.
- (g) Any action contrary to the provisions of subsections (b) or (c) of this section shall be voidable on order of the authority.
- (h) Whenever any corporation, association, partnership, trust or similar organization, or person takes or engages in any action which may or would violate subsection (b) or (c) of this section or any order adopted pursuant to said subsection (b) or (c), the Superior Court, upon application of the authority or any holding company or gas, [electric,] electric distribution, water, telephone or community antenna television company affected by such action, may enjoin any such corporation, association, partnership, trust or similar organization, or person from continuing or doing any act in violation of said subsection (b) or (c) or may otherwise enforce compliance with said subsection (b) or (c), including but not limited to, the reinstatement of authority or control over the holding company or gas, [electric,] electric distribution, water, telephone or community antenna television company or holding company to those persons who exercised authority or control over such company before such action.
- (i) The provisions of this section shall not be construed to require any person to make written application to or obtain the approval of the authority with respect to any telephone company or holding company

of a telephone company over which such person exercises authority or control or operates as a holding company on June 30, 1987.

- Sec. 70. Subsection (f) of section 16-50i of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 2193 (f) "Emergency generating device" means an electric generating 2194 device with a generating capacity of five megawatts or less, installed 2195 primarily for the purpose of producing emergency backup electrical 2196 power for not more than five hundred hours per year, and that (1) 2197 does not have a substantial adverse environmental effect, as 2198 determined by the council, or (2) is owned and operated by an entity 2199 other than an [electric,] electric distribution or gas company, or (3) is 2200 under construction or in operation prior to May 2, 1989; and
- Sec. 71. Subsection (b) of section 16-50*l* of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (b) Each application shall be accompanied by proof of service of a copy of such application on: (1) Each municipality in which any portion of such facility is to be located, both as primarily proposed and in the alternative locations listed, and any adjoining municipality having a boundary not more than two thousand five hundred feet from such facility, which copy shall be served on the chief executive officer of each such municipality and shall include notice of the date on or about which the application is to be filed, and the zoning commissions, planning commissions, planning and commissions, conservation commissions and inland wetlands agencies of each such municipality, and the regional planning agencies which encompass each such municipality; (2) the Attorney General; (3) each member of the legislature in whose assembly or senate district the facility or any alternative location listed in the application is to be located; (4) any agency, department or instrumentality of the federal government that has jurisdiction, whether concurrent with the state or

2204

2205

2206

2207

2208

2209

2210

2211

2212

2213

2214

2215

2216

2217

2218

otherwise, over any matter that would be affected by such facility; (5) each state department, agency and commission named in subsection (h) of section 16-50j, as amended by this act; and (6) such other state and municipal bodies as the council may by regulation designate. A notice of such application shall be given to the general public, in municipalities entitled to receive notice under subdivision (1) of this subsection, by the publication of a summary of such application and the date on or about which it will be filed. Such notice shall be published under the regulations to be promulgated by the council, in such form and in such newspapers as will serve substantially to inform the public of such application and to afford interested persons sufficient time to prepare for and to be heard at the hearing prescribed in section 16-50m. Such notice shall be published in not less than tenpoint type. A notice of such an application for a certificate for a facility described in subdivision (3), (4), (5) or (6) of subsection (a) of section 16-50i shall also be sent, by certified or registered mail, to each person appearing of record as an owner of property which abuts the proposed primary or alternative sites on which the facility would be located. Such notice shall be sent at the same time that notice of such application is given to the general public. Notice of an application for a certificate for a facility described in subdivision (1) of subsection (a) of section 16-50i shall also be provided to each [electric company or] electric distribution company customer in the municipality where the facility is proposed to be placed. Such notice shall (A) be provided on a separate enclosure with each customer's monthly bill for one or more months, (B) be provided by the [electric company or] electric distribution company not earlier than sixty days prior to filing the application with the council, but not later than the date that the application is filed with the council, and (C) include: A brief description of the project, including its location relative to the affected municipality and adjacent streets; a brief technical description of the project including its proposed length, voltage, and type and range of heights of support structures or underground configuration; the reason for the project; the address and a toll-free telephone number of the applicant by which additional information about the project can be

2220

2221

2222

2223

2224

2225

2226

2227

2228

2229

2230

2231

2232

22332234

2235

2236

2237

2238

2239

2240

2241

2242

2243

2244

2245

2246

2247

2248

2249

2250

2251

2252

2253

2255 obtained; and a statement in print no smaller than twenty-four-point

- 2256 type size stating "NOTICE OF PROPOSED CONSTRUCTION OF A
- 2257 HIGH VOLTAGE ELECTRIC TRANSMISSION LINE".
- Sec. 72. Section 16-232 of the general statutes is repealed and the
- 2259 following is substituted in lieu thereof (*Effective from passage*):
- No electric [light or electric power] <u>distribution</u> company organized
- 2261 under any former joint stock law of this state shall use or occupy any
- 2262 highway or public grounds or be entitled to the powers or privileges
- 2263 enumerated in this chapter, without special authority from the General
- Assembly.
- Sec. 73. Subsection (a) of section 16-234 of the 2014 supplement to
- 2266 the general statutes is repealed and the following is substituted in lieu
- 2267 thereof (*Effective from passage*):
- 2268 (a) As used in this section:
- 2269 (1) "Utility" means a telephone, telecommunications [, electric] or
- 2270 electric distribution company, each as defined in section 16-1, as
- 2271 amended by this act;
- 2272 (2) "Utility protection zone" means any rectangular area extending
- 2273 horizontally for a distance of eight feet from any outermost electrical
- 2274 conductor or wire installed from pole to pole and vertically from the
- 2275 ground to the sky;
- 2276 (3) "Hazardous tree" means any tree or part of a tree that is (A)
- 2277 dead, (B) extensively decayed, or (C) structurally weak, which, if it
- falls, would endanger utility infrastructure, facilities or equipment;
- 2279 (4) "Vegetation management" means pruning or removal of trees,
- 2280 shrubs or other vegetation that pose a risk to the reliability of the
- 2281 utility infrastructure, and the retention of trees and shrubs that are
- 2282 compatible with the utility infrastructure. Until such time as the
- 2283 Department of Energy and Environmental Protection issues standards

for identifying such compatible trees and shrubs, the standards and identification of such compatible trees and shrubs shall be as set forth

- 2286 in the 2012 final report of the State Vegetation Management Task
- 2287 Force; and
- 2288 (5) "Pruning" means the selective removal of plant parts to meet 2289 specific goals and objectives, when performed according to current
- 2290 professional tree care standards.
- Sec. 74. Subsection (f) of section 16-243a of the general statutes is
- repealed and the following is substituted in lieu thereof (Effective from
- 2293 *passage*):
- 2294 (f) If a private power producer believes that an electric <u>distribution</u>
- 2295 company has violated any provision of this section it may submit a
- 2296 written petition alleging such violation to the authority. Upon receipt
- 2297 of the petition, the authority shall fix a time and place for a hearing
- 2298 and mail notice of the hearing to the parties in interest at least one
- 2299 week in advance. Upon the hearing, the authority may, if it finds the
- 2300 company has violated any such provision, prescribe the manner in
- which it shall comply.
- Sec. 75. Section 16-243c of the general statutes is repealed and the
- 2303 following is substituted in lieu thereof (*Effective from passage*):
- The Public Utilities Regulatory Authority may issue orders
- 2305 requiring electric <u>distribution</u> companies to provide, within their
- 2306 service areas, electricity transmission and distribution services
- 2307 between a generating facility operated by an electric cooperative under
- 2308 subsection (b) of section 33-219 and those members of the cooperative
- operating the facility to whom the cooperative is authorized to furnish
- electricity under subsection (d) of section 33-221, as amended by this
- 2311 <u>act,</u> and governing the rates for the service. The authority may not
- 2312 issue any order under this subsection which would significantly
- 2313 impair the ability of an electric <u>distribution</u> company to perform its
- 2314 responsibilities to the public or would otherwise be contrary to the

2315 purposes of this title.

2319

2320

2321

2322

2323

2324

2325

2326

2327

2328

2329

2330

2331

2332

2333

2334

2335

2336

2337

2338

23392340

2341

2342

2343

2344

2345

- Sec. 76. Section 16-243e of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (a) Except as provided in subsection (b) of this section, any electric distribution company, as defined in section 16-1, as amended by this act, that, prior to July 6, 2007, purchased electricity generated by a resources recovery facility, as defined in section 22a-260, owned by, or operated by or for the benefit of, a municipality or municipalities, pursuant to a contract with the owner of such facility requiring the electric distribution company to purchase all of the electricity generated at such facility from waste that originated in the franchise area of the electric <u>distribution</u> company, for a period beginning on the date that the facility began generating electricity and having a duration of not less than twenty years, at the same rate that the electric distribution company charges the municipality or municipalities for electricity, shall pay the rate set forth in the contract or, for contracts entered into and approved during calendar year 1999, the rate established by the authority, for the remaining period of the contract. No [electric company or] electric distribution company shall be required to enter into such a contract on or after July 6, 2007.
    - (b) Not later than October 1, 2000, and annually thereafter, the authority shall calculate the difference between the amount paid by the [successor] electric distribution company pursuant to each such contract in effect during the preceding fiscal year for electricity generated at the facility from waste that originated within such franchise area and the amount that would have been paid had the company been obligated to pay the rate in effect during calendar year 1999, as determined by the authority. The difference, if positive, shall be recovered through the systems benefits charge established under section 16-245*l*, as amended by this act, and remitted to the regional resource recovery authority acting on behalf of member municipalities.

Sec. 77. Section 16-243g of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

Notwithstanding any provision of the general statutes or of any special act to the contrary, no electric <u>distribution</u> company, as defined in section 16-1, <u>as amended by this act</u>, municipal electric energy cooperative established under chapter 101a or municipal electric utility established under chapter 101 which has entered into a contract to purchase electricity from a private power producer, as defined in section 16-243b, shall refuse or neglect to execute an assignment of an electricity purchase agreement or contract to a trustee as security for or protection of bonds issued to refinance outstanding bonds originally issued or reissued to finance the major portion of the costs of the acquisition, construction and installation of a private power production facility, as defined in section 16-243b.

- Sec. 78. Section 16-243z of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (a) For purposes of this section, "regional planning agency" and "regional council of elected officials" have the same meanings as provided in section 4-124i, "regional council of governments" has the same meaning as "council" in section 4-124i and ["electric company" and] "electric distribution company" [have] has the same [meanings] meaning as provided in section 16-1, as amended by this act.
- (b) Upon the request of the geographic information systems or geospatial information systems analyst or coordinator, or any equivalent official, of any municipality or of any regional planning agency, regional council of elected officials or regional council of governments, an [electric company or] electric distribution company shall provide to such analyst, coordinator or official any geographic information systems or geospatial information systems data for such [electric or] electric distribution company's service area identifying utility pole data for poles owned or jointly owned by such company in

2379 such municipality or the area served by such regional planning 2380 agency, regional council of elected officials or regional council of governments. Such data shall include pole ownership, identification 2382 number, XY coordinate location, pole height, pole classification and 2383 wattage size of street lights or post lights.

- (c) Upon the request of a municipality for public safety reasons during an emergency, an [electric company or] electric distribution company may provide to such municipality the location of electric service accounts that are coded by such company as medical hardship accounts within such municipality.
- (d) Prior to receipt of data from an [electric company or] electric distribution company under this section, a municipality, regional planning agency, regional council of elected officials or regional council of governments shall demonstrate to such company that it has implemented appropriate procedures to protect the confidentiality of the information. Any data provided by such company to a municipality, regional planning agency, regional council of elected officials or regional council of governments pursuant to this section shall be used by such entity for internal use only, and shall not be publicly disclosed by the municipality, regional planning agency, regional council of elected officials or regional council of governments or be subject to any public disclosure requirement without the prior consent of the [electric company or] electric distribution company, as applicable, and shall be exempt from disclosure under the Freedom of Information Act, as defined in section 1-200.
- 2404 Sec. 79. Section 16-243z of the 2014 supplement to the general 2405 statutes, as amended by section 292 of public act 13-247, is repealed 2406 and the following is substituted in lieu thereof (Effective January 1, 2407 2015):
  - (a) For purposes of this section, "regional council of governments" has the same meaning as "council" in section 4-124i, and ["electric company" and l "electric distribution company" [have l has the same

2381

2384

2385

2386

2387

2388

2389

2390

2391

2392

2393

2394

2395

2396

2397

2398

2399

2400

2401

2402

2403

2408

[meanings] meaning as provided in section 16-1, as amended by this act.

- (b) Upon the request of the geographic information systems or geospatial information systems analyst or coordinator, or any equivalent official, of any municipality or regional council of governments, an [electric company or] electric distribution company shall provide to such analyst, coordinator or official any geographic information systems or geospatial information systems data for such electric or electric distribution company's service area identifying utility pole data for poles owned or jointly owned by such company in such municipality or the area served by such regional council of governments. Such data shall include pole ownership, identification number, XY coordinate location, pole height, pole classification and wattage size of street lights or post lights.
- (c) Upon the request of a municipality for public safety reasons during an emergency, an [electric company or] electric distribution company may provide to such municipality the location of electric service accounts that are coded by such company as medical hardship accounts within such municipality.
- (d) Prior to receipt of data from an [electric company or] electric distribution company under this section, a municipality or regional council of governments shall demonstrate to such company that it has implemented appropriate procedures to protect the confidentiality of the information. Any data provided by such company to a municipality or regional council of governments pursuant to this section shall be used by such entity for internal use only, and shall not be publicly disclosed by the municipality or regional council of governments or be subject to any public disclosure requirement without the prior consent of the [electric company or] electric distribution company [, as applicable,] and shall be exempt from disclosure under the Freedom of Information Act, as defined in section 1-200.

Sec. 80. Section 16-243aa of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

The Public Utilities Regulatory Authority shall authorize any municipality or state or federal governmental entity that owns, operates or leases any Class I renewable energy source, as defined in section 16-1, as amended by this act, Class III source, as defined in section 16-1, as amended by this act, or generation source under five megawatts, to independently distribute electricity generated from any such source across a public highway or street, provided (1) any such source is connected to a municipal microgrid, as defined in subdivision (5) of subsection (a) of section 16-243y, and (2) to ensure the reliability and availability of the microgrid delivery system and the safety of the public, such municipality or state or federal governmental entity shall engage the applicable electric distribution company, as defined in section 16-1, as amended by this act, to complete the interconnection of such microgrid to the electric grid in accordance with the authority's interconnection standards. For purposes of this section, any such municipality or governmental entity shall not be considered an electric distribution company, as defined in section 16-1, as amended by this act.

Sec. 81. Section 16-244e of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

[(a) (1) Not later than October 1, 1998, each electric company shall submit an unbundling plan to the authority to unbundle and separate, by October 1, 1999, all the company's generation assets that (A) prior to the date when the authority approves a divestiture plan pursuant to section 16-244f or 16-244g, are not sold in accordance with section 16-43, and (B) on and after the date when the authority approves such plan, will not be divested as of January 1, 2000, in accordance with sections 16-244f and 16-244g.

2446

2447

2448

2449

2450

2451

2452

2453

2454

2455

2456

2457

2458

2459

2460

2461

2462

2463

2467

2468

2469

2470

2471

2472

2473

(2) For any nonnuclear generation asset that will not be divested by January 1, 2000, unbundling and separation shall occur by transfer on a functional basis to one or more corporate affiliates that are legally separate from the company's transmission and distribution assets and all related operations and functions, in which case, no stranded costs shall be recovered.

- (3) For any nuclear generation asset that will not be sold by January 1, 2000, unbundling and separation shall occur by (A) divestiture pursuant to section 16-244g, (B) transfer on a functional basis to one or more corporate affiliates that are legally separate from the company's transmission and distribution assets and all related operations and functions, or (C) if required to comply with rules, regulations or licensing requirements of the United States Nuclear Regulatory Commission, transfer on a functional basis to one or more divisions that are structurally separate from the electric distribution company.
- (4) The unbundling plan and order shall provide for the allocation of the rights and responsibilities pursuant to sections 16-245e to 16-245k, inclusive, between the electric distribution company and any generation entities or affiliates and shall provide for the allocation of revenue under a special contract among those components of a customer's bill specified in subdivision (1) of subsection (a) of section 16-245d. Such plan shall include a proposed modification or elimination to the adjustment pursuant to section 16-19b. Such plan shall not allow the transfer of assets or liabilities allocable or belonging to transmission or distribution functions or facilities to the generation entity or affiliate of an electric company, nor allow the transfer of assets or liabilities, other than financial assets or liabilities to be funded by the competitive transition assessment pursuant to section 16-245g or the systems benefits charge pursuant to section 16-245l, allocable or belonging to generation functions or facilities to the electric distribution company, as defined in section 16-1, unless federal law or regulation requires such a transfer with regard to nuclear generation assets. All entitlements and obligations from any purchased power

2475

2476

2477

2478

2479

2480

2481

2482

2483

2484

2485

2486

2487

2488

2489

2490

2491

2492

2493

2494

2495

2496

2497

2498

2499

2500

2501

2502

2503

2504

2505

2506

contract or independent power producer contract entered into before July 1, 1998, by the predecessor electric company which are not bought out shall succeed to the electric distribution company. Such plan shall include a discussion of the impacts of the proposed plan on the company's employees and plans for mitigating such impact.

- (5) The authority shall hold a hearing and issue a final order approving or modifying the plan in a time frame that will allow unbundling to be accomplished by October 1, 1999. Any hearing shall be conducted as a contested case in accordance with chapter 54. Such plan shall be submitted and such order issued consistent with the determination and implementation of the competitive transition assessment, as provided in section 16-245g.
- (6) Once unbundling is completed to the satisfaction of the authority and consistent with the provisions of section 16-244, (A) any corporate affiliate or separate division that provides electric generation services as a result of unbundling pursuant to this subsection shall be considered a generation entity or affiliate of the electric company, and the division or corporate affiliate of the electric company that provides transmission and distribution services shall be considered an electric distribution company, and (B) an] (a) An electric distribution company shall not own or operate generation assets, except as provided in this section and sections 16-43d, as amended by this act, 16-243m, as amended by this act, 16-243u, 16a-3b and 16a-3c.
- (b) [Not later than August 1, 1998, the Public Utilities Regulatory Authority shall hold a hearing and issue a final order that unbundles prices or rates for electric generation services for each electric company from all other charges. Any hearing shall be conducted as a contested case in accordance with chapter 54. On and after July 1, 1999, each electric company or] <u>Each</u> electric distribution company [, as the case may be,] shall provide all customers with a bill that separates the electric generation services component of those charges.
- Sec. 82. Subsection (a) of section 16-244g of the general statutes is

repealed and the following is substituted in lieu thereof (*Effective from passage*):

- (a) As used in this section, "generation assets" means ["generation assets", as defined in section 16-244f] electric generation facilities and generation-related operations and functions owned by an electric distribution company and includes associated contractual obligations for energy or capacity from such generation assets, and "net proceeds" means ["net proceeds", as defined in section 16-244f] the book income from the sale or divestiture of assets, consisting of sales price less reasonable expenses of sale, related income and other taxes.
- Sec. 83. Subsection (b) of section 16-244h of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (b) The code of conduct shall include: (1) Measures to ensure information, revenues, expenses, costs, assets, liabilities or other resources derived from or associated with providing electric transmission or distribution services by an electric distribution company are not used to subsidize any generation entity or affiliate; (2) safeguards to assure fair dealing between electric distribution companies and all other electric suppliers, as defined in section 16-1, as amended by this act, including any generation entities or affiliates of the electric distribution company; (3) procedures for ensuring electric suppliers nondiscriminatory access to the transmission and distribution facilities of the electric distribution company; and (4) measures to ensure that an electric distribution company provides transmission and distribution service, applies tariffs to generation entities or affiliates and to unaffiliated electric suppliers in a nondiscriminatory manner and enforces such tariff provisions. The code of conduct shall, at a minimum, (A) prohibit any employee of a generation entity or affiliate from conducting distribution system operations or having access to system control centers or similar facilities used by distribution operations in any way that differs from the access available to employees of unaffiliated electric suppliers, (B)

2542

2543

2544

2545

2546

2547

2548

2549

2553

2554

2555

2556

2557

2558

2559

2560

2561

2562

2563

2564

2565

2566

2567

2568

2569

2570

2571

prohibit an employee of a generation entity or affiliate from having preferential access to any information concerning the electric distribution company's customers or distribution system that is not available on an equivalent basis to unaffiliated electric suppliers, (C) prohibit an employee of an electric distribution company from disclosing to an employee of a generation entity or affiliate information concerning its customers, the distribution system or other market information through nonpublic communications that is not available on an equivalent basis to all unaffiliated electric suppliers, (D) require employees of electric distribution companies to apply all tariff provisions relating to the sale or purchase of any retail access distribution service in a fair, impartial and nondiscriminatory manner, and (E) prohibit joint marketing activities between an electric distribution company and its generation entity or affiliate. The code of conduct shall not prohibit communications necessary for standard offer service pursuant to section 16-244c, as amended by this act, or when necessary to restore service or to prevent or respond to emergency conditions. Each electric distribution company shall annually submit to the authority such information as the authority may require in order to evaluate the actual effectiveness of the code of conduct in fulfilling the purposes of this section. The authority shall consult with the independent system operator on a regular basis regarding issues raised under this section. The authority may, upon its own motion or upon receipt of a complaint from any person alleging a violation of the code of conduct, investigate an electric distribution company's compliance with the code of conduct, and any such investigation shall be considered a contested case as defined in section 4-166. The authority may enter into appropriate orders to enforce the code, including cease and desist orders, and it may levy civil penalties against these entities subject to the code after notice and hearing pursuant to section 16-41. Any person aggrieved by a violation of the code of conduct shall also have a private right of action for damages against the electric distribution company or generation entity or affiliate, as the case may be.

2573

2574

2575

2576

2577

2578

2579

2580

2581

2582

2583

2584

2585

2586

2587

2588

2589

2590

2591

2592

2593

2594

2595

2596

2597

2598

2599

2600

2601

2602

2603

2604

2605

Sec. 84. Section 16-245e of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

- (a) As used in this section, sections 16-245f to 16-245k, inclusive, <u>as amended by this act</u>, and section 16-245m, <u>as amended by this act</u>:
- (1) "Rate reduction bonds" means bonds, notes, certificates of participation or beneficial interest, or other evidences of indebtedness or ownership, issued pursuant to an executed indenture or other agreement of a financing entity, in accordance with this section and sections 16-245f to 16-245k, inclusive, as amended by this act, the proceeds of which are used, directly or indirectly, to provide, recover, finance, or refinance stranded costs or economic recovery transfer, or to sustain funding of conservation and load management and energy investment programs by renewable substituting disbursements to the General Fund from the Energy Conservation and Load Management Fund established by section 16-245m and from the Clean Energy Fund established by section 16-245n, and which, directly or indirectly, are secured by, evidence ownership interests in, or are payable from, transition property;
- (2) "Competitive transition assessment" means those [non-bypassable] nonbypassable rates and other charges, that are authorized by the authority (A) in a financing order in respect to the economic recovery transfer, or in a financing order, to sustain funding of conservation and load management and renewable energy investment programs by substituting disbursements to the General Fund from proceeds of rate reduction bonds for such disbursements from the Energy Conservation and Load Management Fund established by section 16-245m and from the Clean Energy Fund established by section 16-245n, or to recover those stranded costs that are eligible to be funded with the proceeds of rate reduction bonds pursuant to section 16-245f, as amended by this act, and the costs of providing, recovering, financing, or refinancing the economic recovery transfer or such substitution of disbursements to the General Fund or

2610

2611

2612

2613

2614

2615

2616

2617

2618

2619

2620

2621

2622

2623

2624

2625

2626

2627

2628

2629

2630

2631

2632

2633

2634

2635

2636

2637

2638

such stranded costs through a plan approved by the authority in the financing order, including the costs of issuing, servicing, and retiring rate reduction bonds, (B) to recover those stranded costs determined under this section but not eligible to be funded with the proceeds of rate reduction bonds pursuant to section 16-245f, as amended by this act, or (C) to recover costs determined under subdivision (1) of subsection (e) of section 16-244g. If requested by the [electric company or] electric distribution company, the authority shall include in the competitive transition assessment [non-bypassable] nonbypassable rates and other charges to recover federal and state taxes whose recovery period is modified by the transactions contemplated in this section and sections 16-245f to 16-245k, inclusive, as amended by this act;

- (3) "Customer" means any individual, business, firm, corporation, association, tax-exempt organization, joint stock association, trust, partnership, limited liability company, the United States or its agencies, this state, any political subdivision thereof or state agency that purchases electric generation or distribution services as a retail end user in the state from any electric supplier [, electric company] or electric distribution company;
- 2660 (4) "Finance authority" means the state, acting through the office of the State Treasurer; 2661
- (5) "Net proceeds" means ["net proceeds" as defined in section 16-2662 244f] the book income from the sale or divestiture of assets, consisting 2663 2664 of sales price less reasonable expenses of sale, related income and 2665 other;
- (6) "Stranded costs" means that portion of generation assets, 2666 2667 generation-related regulatory assets or long-term contract costs 2668 determined by the authority in accordance with the provisions of 2669 subsections (e), (f), (g) and (h) of this section;
- (7) "Generation assets" means the total construction and other 2670

2640 2641

2642

2643

2644

2645

2646 2647

2648

2649

2650

2651

2652

2653

2654

2655

2656

2657

2658

capital asset costs of generation facilities approved for inclusion in rates before July 1, 1997, but does not include any costs relating to the decommissioning of any such facility or any costs which the authority found during a proceeding initiated before July 1, 1998, were incurred because of imprudent management;

- (8) "Generation-related regulatory assets" means generation-related costs authorized or mandated before July 1, 1998, by the Public Utilities Regulatory Authority, approved for inclusion in the rates, and include, but are not limited to, costs incurred for deferred taxes, conservation programs, environmental protection programs, public policy costs and research and development costs, net of any applicable credits payable to customers, but does not include any costs which the authority found during a proceeding initiated before July 1, 1998, were incurred because of imprudent management;
- (9) "Long-term contract costs" mean the above-market portion of the costs of contractual obligations approved for inclusion in the rates that were entered into before January 1, 2000, arising from independent power producer contracts required by law or purchased power contracts approved by the Federal Energy Regulatory Commission;
  - [(10) "Authority" means the Public Utilities Regulatory Authority;]
- [(11)] (10) "Financing entity" means the finance authority or any special purpose trust or other entity that is authorized by the finance authority to issue rate reduction bonds or acquire transition property pursuant to such terms and conditions as the finance authority may specify, or both;
- [(12)] (11) "Financing order" means an order of the authority adopted in accordance with this section and sections 16-245f to 16-2698 245k, inclusive, as amended by this act;
- [(13)] (12) "Transition property" means the property right created pursuant to this section and sections 16-245f to 16-245k, inclusive, <u>as</u> amended by this act, in respect to the economic recovery transfer or in

respect of disbursements to the General Fund to sustain funding of conservation and load management and renewable energy investment programs or those stranded costs that are eligible to be funded with the proceeds of rate reduction bonds pursuant to section 16-245f, as amended by this act, including, without limitation, the right, title, and interest of an [electric company or] electric distribution company or its transferee or the financing entity (A) in and to the rates and charges established pursuant to a financing order, as adjusted from time to time in accordance with subdivision (2) of subsection (b) of section 16-245i, as amended by this act, and the financing order, (B) to be paid the amount that is determined in a financing order to be the amount that the [electric company or] electric distribution company or its transferee or the financing entity is lawfully entitled to receive pursuant to the provisions of this section and sections 16-245f to 16-245k, inclusive, as amended by this act, and the proceeds thereof, and in and to all revenues, collections, claims, payments, money, or proceeds of or arising from the rates and charges or constituting the competitive transition assessment that is the subject of a financing order including those non-bypassable rates and other charges referred to in subdivision (2) of this subsection, and (C) in and to all rights to obtain adjustments to the rates and charges pursuant to the terms of subdivision (2) of subsection (b) of section 16-245i, as amended by this act, and the financing order. "Transition property" shall constitute a current property right notwithstanding the fact that the value of the property right will depend on consumers using electricity or, in those instances where consumers are customers of a particular [electric company or electric distribution company, the electric company or electric distribution company performing certain services;

[(14)] (13) "State rate reduction bonds" means the rate reduction bonds issued on June 23, 2004, by the state to sustain funding of conservation and load management and renewable energy investment programs by substituting for disbursements to the General Fund from the Energy Conservation and Load Management Fund, established by section 16-245m, and from the Clean Energy Fund, established by

2702

2703

2704

2705

2706

2707

2708

2709

2710

2711

2712

2713

2714

2715

2716

2717

2718

2719

2720

2721

2722

2723

2724

2725

2726

2727

2728

2729

2730

27312732

2733

2734

section 16-245n. The state rate reduction bonds for the purposes of section 4-30a shall be deemed to be outstanding indebtedness of the state;

- [(15)] (14) "Operating expenses" means, with respect to state rate reduction bonds or economic recovery revenue bonds, (A) all expenses, costs and liabilities of the state or the trustee incurred in connection with the administration or payment of the state rate reduction bonds or economic recovery revenue bonds, or in discharge of its obligations and duties under the state rate reduction bonds or economic recovery revenue bonds, or bond documents, expenses and other costs and expenses arising in connection with the state rate reduction bonds or economic recovery revenue bonds, or pursuant to the financing order providing for the issuance of such bonds including any arbitrage rebate and penalties payable under the code in connection with such bonds, and (B) all fees and expenses payable or disbursable to the servicers or others under the bond documents;
- [(16)] (15) "Bond documents" means, with respect to state rate reduction bonds or economic recovery revenue bonds, the following documents: The servicing agreements, the tax compliance agreement and certificate, and the continuing disclosure agreement and indenture entered into in connection with the state rate reduction bonds or the economic recovery revenue bonds;
- [(17)] (16) "Indenture" means the indenture executed in connection with the state rate reduction bonds or the economic recovery revenue bonds, or, with respect to state rate reduction bonds, the RRB Indenture, dated as of June 23, 2004, by and between the state and the trustee, as amended from time to time;
- [(18)] (17) "Trustee" means, with respect to state rate reduction bonds, the trustee appointed under the indenture;
- [(19)] (18) "Economic recovery transfer" means the disbursement to the General Fund of nine hundred fifty-six million dollars from

2767 proceeds of the issuance of the economic recovery revenue bonds; and

[(20)] (19) "Economic recovery revenue bonds" means rate reduction bonds issued to fund the economic recovery transfer, the costs of issuance, credit enhancements, operating expenses and such other costs as the finance authority deems necessary or advisable, and which shall be payable from competitive transition assessment charges that replace the competitive transition assessment charges funding stranded costs.

- (b) The authority shall, in accordance with the provisions of this section, identify and calculate, upon application by an electric distribution company, those stranded costs that may be collected through the competitive transition assessment which shall be calculated and collected in accordance with the provisions of section 16-245g, as amended by this act. No electric distribution company shall be eligible to claim stranded costs unless a public auction has been held to divest itself of all nonnuclear generation assets [in accordance with subsection (b) of section 16-244f] or the electric distribution company has sold its nonnuclear generation assets in accordance with section 16-43.
- (c) (1) Notwithstanding subdivision (1) of subsection (e) of section 16-244g, any electric <u>distribution</u> company seeking to claim stranded costs shall, in accordance with this subsection, mitigate such costs to the fullest extent possible. Prior to the approval by the authority of any stranded costs, the electric <u>distribution</u> company shall show to the satisfaction of the authority that the electric <u>distribution</u> company has taken all reasonable steps to mitigate to the maximum extent possible the total amount of stranded costs that it seeks to claim and to minimize the cost to be recovered from customers. Mitigation shall include: (A) Except to the extent provided in collective bargaining agreements or agreements to purchase generation assets entered into prior to July 1, 1998, the obtaining of written commitments from purchasers of generation facilities divested pursuant to [sections 16-244f and] <u>section</u> 16-244g, <u>as amended by this act</u>, that the purchasers

will offer employment to persons who were employed in nonmanagerial positions by a divested generation facility at any time during the three-month period prior to the divestiture, at levels of wages and overall compensation not lower than the employees' lowest level during the six-month period prior to the date the contract to divest the asset was entered into; (B) good faith efforts to negotiate the buyout, buydown or renegotiation of independent power producer contracts and purchased power contracts approved by the Federal Energy Regulatory Commission, provided the fixed present value of any contract to which a political subdivision of the state is a party shall be calculated using the political subdivision's tax-exempt borrowing rate as the discount rate; and (C) the reasonable costs of the consultants appointed to conduct the auctions of generation assets pursuant to [sections 16-244f and] section 16-244g, as amended by this act. Mitigation may include, but is not limited to, reallocation of depreciation reserves to existing generation assets to the extent consistent with generally accepted accounting principles; reduction of book assets by application of net proceeds of any sale of existing assets; maximization of market revenues from existing generation assets; efforts to maximize current and future operating efficiency, including appropriate and timely maintenance, trouble shooting, aggressive identification and correction of potential problem areas; voluntary write-offs of above-market generation assets; the decision to retire uneconomical generation assets and efforts to divest generating sites at market prices reflective of best use of sites. Mitigation shall not include any expenditures to restart a nuclear generation asset that was not operating for reasons other than scheduled maintenance or refueling at the time such expenditure was made. Any mitigation efforts and associated costs shall be subject to approval by the authority.

(2) The authority shall allow the cost of such mitigation efforts to be included in the calculation of stranded costs to the extent that such mitigation costs are reasonable relative to the amount of the reduction in stranded costs resulting from the mitigation.

2800

2801

2802

2803

2804

2805

2806

2807

2808

2809

2810

2811

28122813

2814

2815

2816 2817

2818

2819

2820

2821

2822

2823

2824

2825

2826

2827

2828

2829

2830

2831

(d) An electric <u>distribution</u> company shall submit to the authority an application for recovery of that portion of generation-related regulatory assets, long-term contract costs, generation assets and mitigation costs which are determined by the authority in accordance with subsections (c), (e), (f) and (g) of this section and subdivision (1) of subsection (e) of section 16-244g. The application shall include a description of mitigation efforts and a request for recovery through the competitive transition assessment and may include a request for a financing order. The authority shall hold a hearing for each electric <u>distribution</u> company and issue a finding of the calculation of stranded costs in a time frame that allows for collection of the competitive transition assessment to begin on January 1, 2000. Any hearing shall be conducted as a contested case in accordance with chapter 54.

- (e) The authority shall calculate the stranded costs for generation-related regulatory assets to be their book value as of January 1, 2000. In calculating the value of generation-related regulatory assets that are being provided in a lump sum as the result of a funding with the proceeds of rate reduction bonds, the authority shall adjust the value of each such asset to reflect the time value of such lump sum, if any.
- (f) (1) The authority shall calculate the stranded costs for long-term contract costs that have been reduced to a fixed present value through the buyout, buydown, or renegotiation of independent power producer contracts and purchased power contracts approved by the Federal Energy Regulatory Commission as such present value. In making such calculation, the authority shall net purchased power contracts approved by the Federal Energy Regulatory Commission that are below market value against any such contracts that are above-market value.
- (2) The authority shall calculate the stranded costs for any portion of a long-term contract cost that has not been reduced to a fixed present value by comparing the contract price to the market price at least annually. In making such calculation, the authority shall net purchased power contracts approved by the Federal Energy Regulatory

Commission that are below market value against any such contracts that are above-market value. The costs described in this subdivision shall be included in the competitive transition assessment pursuant to section 16-245g, as amended by this act, but shall not be included in any funding with the proceeds of rate reduction bonds.

(g) The authority shall calculate the stranded cost for each generation asset [described in subdivision (7) of subsection (b) of section 16-244f] to be the difference between its book value and the market value of a prudently and efficiently managed nonnuclear generating facility of comparable size, age and technical characteristics in a competitive market. In determining the market value of any such asset, the authority may consider (A) the dollars per kilowatt received from the sale of similar generation facilities, if any, (B) income capitalization based on the operating history and capacity of the facility, the market rates for power, and any existing long-term contracts for the sale of power or capacity, (C) independent market appraisals, or (D) other relevant factors. The authority shall calculate the stranded costs for generation assets [described in subdivision (7) of subsection (b) of section 16-244f] at least every three years. The costs described in this subsection shall be included in the competitive transition assessment pursuant to section 16-245g, as amended by this act, but shall not be included in any funding with the proceeds of rate reduction bonds.

(h) (1) On or before January 1, 2004, an electric <u>distribution</u> company may submit to the authority an application for recovery of that portion of nuclear generation assets which is determined by the authority in accordance with this subsection, which application shall include a request for recovery through the competitive transition assessment. The authority shall hold a hearing for each electric <u>distribution</u> company and issue a finding of the calculation of such nuclear generation assets in accordance with the provisions of this subsection. Any hearing shall be conducted as a contested case proceeding in accordance with chapter 54. The costs described in this

2866

2867

2868

2869

2870

2871

2872

2873

2874

2875

2876

2877

2878

2879

2880

2881

2882

2883

2884

2885

28862887

2888

2889

2890

2891

2892

2893

2894

2895

2896

2897

subsection shall be included in the competitive transition assessment pursuant to section 16-245g, as amended by this act, but shall not be included in any funding with proceeds of rate reduction bonds.

- (2) The authority shall calculate the stranded costs for each nuclear generation asset that was divested at a price less than book value as described in subdivision (5) of subsection (c) of section 16-244g as the difference between the book value of this asset and the final bid price of the asset. The authority's calculation of stranded costs pursuant to this subdivision shall be final and shall not be subject to further adjustment by the authority.
- (3) The authority shall calculate the stranded costs for each nondivested nuclear generation asset described in subdivision (1) of subsection (d) of section 16-244g to be the difference between its book value and the market value of a prudently and efficiently managed nuclear generating facility of comparable size, age and technical characteristics in a competitive market. In determining the market value of any such asset, the authority may consider (A) the dollars per kilowatt received from the sale of similar generation facilities, if any, (B) income capitalization based on the operating history and capacity of the facility, the market rates for power, and any existing long-term contracts for the sale of power or capacity, (C) the provision for decommissioning and related costs to be paid from the systems benefits charge provided in section 16-245*l*, as amended by this act, (D) independent market appraisals, or (E) other relevant factors. At least every four years after the date when the authority issues an initial finding of the calculation of the stranded costs for such nondivested nuclear generation assets as provided in this subdivision until the earlier of (i) the expiration of the collection of the competitive transition assessment, or (ii) the date when such an asset is divested, the authority shall hold a hearing and issue a finding to adjust the stranded cost calculation of each such asset and to adjust the competitive transition assessment accordingly to true up the stranded cost recovery for the difference between the market value projected in

2899

2900

2901

2902

2903

29042905

2906

2907

2908

2909

2910

2911

2912

2913

2914

2915

2916

2917

2918

2919

2920

2921

2922

2923

2924

2925

2926

2927

2928

2929

2930

such initial finding and the actual market value of a prudently and efficiently managed nuclear generating facility of comparable size, age and technical characteristics during the time period between the initial finding and the adjustment date, provided the second and subsequent adjustments shall reflect the difference during the time period since the most recent true-up. The authority shall calculate the value of each such asset in accordance with the methodology provided in this subdivision. Any hearing shall be conducted as a contested case in accordance with chapter 54.

- (4) After the authority has calculated the total value of stranded costs for all nuclear generation assets, the authority shall (A) reduce such amount by the net proceeds that are above book value realized by an electric <u>distribution</u> company from the sale of nonnuclear generation assets, [pursuant to subdivision (6) of subsection (b) of section 16-244f,] (B) reduce such valuation to reflect the total net proceeds that are above book value realized by an electric distribution company from the sale of any nuclear generation assets pursuant to subsection (c) of section 16-244g, and (C) reduce such amount by the net proceeds that are above book value received by an electric <u>distribution</u> company for the sale or lease of any real property after July 1, 1998.
- (i) If any net proceeds described in subdivision (4) of subsection (h) of this section remain after the reduction in the calculation of nuclear generation assets pursuant to said subdivision (4) or are realized after said reduction is calculated, the additional amount of such net proceeds shall be netted against long-term contract costs described in subdivision (2) of subsection (f) of this section, and the competitive transition assessment shall be adjusted accordingly.
- (j) [(1)] No electric <u>distribution</u> company shall be eligible to claim any stranded costs for a nuclear generation asset or for any generationrelated regulatory asset related to such generation asset, if the generation asset is not operating as a result of an order issued by the United States Nuclear Regulatory Commission that applies specifically

to such asset. Any such asset that is not eligible to be claimed as a stranded cost shall be eligible after it is permitted to and has resumed operation and is selling power.

- [(2) Any asset with a Nuclear Regulatory Commission capacity rating of 641 megawatts that does not resume operation after such order is no longer in effect shall not be eligible to be claimed as a stranded cost. An electric company or electric distribution company may apply to the authority for retirement of such unit for economic reasons pursuant to section 16-19. The authority shall include any recovery ordered in such proceeding in the competitive transition assessment but shall not include any costs relating to the decommissioning of any such facility or any costs which the authority found during a proceeding initiated before July 1, 1998, were incurred because of imprudent management. Notwithstanding the provisions of this subdivision, nothing herein shall modify or supersede any statute or regulation in effect on July 1, 1998, pertaining to applications for retirement of nuclear generating facilities.]
- (k) If an electric <u>distribution</u> company elected to transfer any of its nuclear generation assets and related operations and functions to a separate corporate affiliate or to a division that is functionally separate from the electric distribution company pursuant to section 16-244g, <u>as amended by this act</u>, and subsequently sold any such assets in an arm's length transaction to an unrelated entity prior to January 1, 2012, the net proceeds realized from such sale that exceed book value for such assets shall be netted against the total amount of stranded costs, and the competitive transition assessment shall be adjusted accordingly and, if appropriate, other reimbursement shall be ordered by the authority.
- [(l) Funds appropriated to the Treasurer in section 21 of public act 07-1 of the June special session shall be used by the Treasurer for the purpose of (1) defeasing some or all of the state rate reduction bonds maturing after December 30, 2007, by irrevocably depositing with the bond trustee in trust such appropriation to be used for the scheduled

payments of principal and interest on the said state rate reduction bonds and paying operating expenses, (2) purchasing state rate reduction bonds maturing after December 30, 2007, in the open market on such terms and conditions as the Treasurer determines to be in the best interest of the state for purposes of satisfying such bonds, or (3) defeasing or satisfying some or all of the state rate reduction bonds maturing after December 30, 2007, by a combination of the methods described in subdivisions (1) and (2) of this subsection. Such appropriation is for the purpose of paying debt service on bonds or other evidences of indebtedness and related costs and expenses provided for in the indenture. After the defeasance or satisfaction of all outstanding state rate reduction bonds, the trustee shall deliver to the Treasurer or apply in accordance with the instructions of the Treasurer all moneys held by it not necessary to defease or satisfy such bonds or allocated to pay operating expenses. Such funds shall be first applied to satisfy any unpaid operating expenses. After payment of the operating expenses, seventy-five per cent of any remaining amounts shall be paid to the Energy Conservation and Load Management Fund, established pursuant to section 16-245m, and twenty-five per cent of such remaining amount shall be paid to the Clean Energy Fund, established pursuant to section 16-245n. The Treasurer and the finance authority have the authority to take any necessary and appropriate actions to implement the defeasance or satisfaction of the state rate reduction bonds and the payment of all operating expenses so that the amount of state rate reduction charges which before defeasance secured the state rate reduction bonds can be applied to the Energy Conservation and Load Management Fund and the Clean Energy Fund.]

Sec. 85. Subsection (a) of section 16-245f of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

(a) An [electric company or] electric distribution company shall submit to the authority an application for a financing order with

2998

2999

3000

3001

3002

3003

3004 3005

3006

3007

3008

3009

3010

3011

3012

3013

3014

3015

3016

3017

3018

3019

3020

3021

3022

3023

3024

3025

3029

respect to any proposal to sustain funding of conservation and load management and renewable energy investment programs by substituting disbursements to the General Fund from proceeds of rate reduction bonds for such disbursements from the Energy Conservation and Load Management Fund established by section 16-245m, as amended by this act, and from the Clean Energy Fund established by section 16-245n, as amended by this act, and may submit to the authority an application for a financing order with respect to the following stranded costs: (1) The cost of mitigation efforts, as calculated pursuant to subsection (c) of section 16-245e, as amended by this act; (2) generation-related regulatory assets, as calculated pursuant to subsection (e) of section 16-245e, as amended by this act; and (3) those long-term contract costs that have been reduced to a fixed present value through the buyout, buydown, or renegotiation of such contracts, as calculated pursuant to subsection (f) of section 16-245e, as amended by this act. No stranded costs shall be funded with the proceeds of rate reduction bonds unless (A) the [electric company or] electric distribution company proves to the satisfaction of the authority that the savings attributable to such funding will be directly passed on to customers through lower rates, and (B) the authority determines such funding will not result in giving the electric distribution company or any generation entities or affiliates an unfair competitive advantage. The authority shall hold a hearing for each such electric distribution company to determine the amount of disbursements to the General Fund from proceeds of rate reduction bonds that may be substituted for such disbursements from the Energy Conservation and Load Management Fund established by section 16-245m, as amended by this act, and from the Clean Energy Fund established by section 16-245n, as amended by this act, and thereby constitute transition property and the portion of stranded costs that may be included in such funding and thereby constitute transition property. Any hearing shall be conducted as a contested case in accordance with chapter 54, except that any hearing with respect to a financing order or other order to sustain funding for conservation and load management and renewable energy investment programs by substituting the disbursement to the General

3031

3032

3033

3034

3035

3036

3037

3038

3039

3040

3041

3042

3043 3044

3045

3046

3047

3048

3049

3050

3051

3052

3053

3054

3055

3056

3057

3058

3059

3060

3061

3062

3063

3064

Fund from the Energy Conservation and Load Management Fund established by section 16-245m, as amended by this act, and from the Clean Energy Investment Fund established by section 16-245n, as amended by this act, shall not be a contested case, as defined in section 4-166. The authority shall not include any rate reduction bonds as debt of an electric distribution company in determining the capital structure of the company in a rate-making proceeding, for calculating the company's return on equity or in any manner that would impact the electric distribution company for rate-making purposes, and shall not approve such rate reduction bonds that include covenants that have provisions prohibiting any change to their appointment of an administrator of the Energy Conservation and Load Management Fund. Nothing in this subsection shall be deemed to affect the terms of subsection (b) of section 16-245m.

Sec. 86. Section 16-245g of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

- (a) The Public Utilities Regulatory Authority shall assess and beginning January 1, 2000, impose the competitive transition assessment which shall be imposed on all customers of each electric distribution company to provide funds for the purposes described in subsection (d) of this section. The authority shall hold a hearing that shall be conducted as a contested case in accordance with chapter 54, except as otherwise provided in section 16-245f, as amended by this act, to determine the amount of the competitive transition assessment.
- (b) The authority shall consider the effect on all customer rates and other factors relevant to reducing rates in determining the amount of the competitive transition assessment and the manner in which and the period over which it shall be imposed in any decision of the authority to set or adjust the competitive transition assessment.
- (c) The competitive transition assessment shall be determined by the authority in a general and equitable manner and, in accordance with the provisions of subsection (b) of section 16-245f, shall be imposed on

all customers at a rate that is applied equally to all customers of the same class in accordance with methods of allocation in effect on July 1, 1998, provided the competitive transition assessment shall not be imposed on customers receiving services under a special contract which is in effect on July 1, 1998, until such special contract expires. The competitive transition assessment shall be imposed beginning on January 1, 2000, on all customers receiving services under a special contract which is entered into or renewed after July 1, 1998. The competitive transition assessment shall have a generally applicable manner of determination that may be measured on the basis of percentages of total costs of retail sales of electric generation services. Subject to the provisions of subsection (b) of section 16-245f, the competitive transition assessment shall be payable by customers on an equal basis on the same payment terms and shall be eligible or subject to prepayment on an equal basis. Any exemption of the competitive transition assessment by customers under a special contract shall not result in an increase in rates to any customer.

- (d) The authority shall establish, fix and revise the competitive transition assessment in an amount sufficient at all times to: (1) Pay the principal of and the interest on rate reduction bonds as the same shall become due and payable; (2) to pay all reasonable and necessary expenses relating to the financing; and (3) to pay an electric distribution company stranded costs that are not funded with the proceeds of rate reduction bonds and interim capital costs determined under subdivision (1) of subsection (e) of section 16-244g.
- (e) The competitive transition assessment shall be charged to customers until the rate reduction bonds are paid in full by the financing entity and stranded costs not funded with the proceeds of rate reduction bonds are fully recovered by the [electric company or] electric distribution company. Amounts collected from a customer shall be allocated on a pro rata basis among (1) rates and charges described in subparagraph (A) of subdivision (2) of subsection (a) of section 16-245e, as amended by this act, (2) rates and charges described

3131 in subparagraph (B) of subdivision (2) of subsection (a) of section 16-3132 245e, as amended by this act, and (3) other charges. To the extent that 3133 the authority, when issuing a financing order, determines that special 3134 treatment on customers' bills is necessary or desirable to distinguish 3135 rates and charges described in subparagraph (A) of subdivision (2) of 3136 subsection (a) of section 16-245e, as amended by this act, from rates 3137 and charges described in subparagraph (B) of subdivision (2) of 3138 subsection (a) of section 16-245e, as amended by this act, in order to 3139 facilitate the successful issuance and sale of rate reduction bonds, it 3140 may so provide as part of such financing order.

- Sec. 87. Section 16-245h of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (a) The competitive transition assessment described in subparagraph (A) of subdivision (2) of subsection (a) of section 16-245e, as amended by this act, shall constitute transition property when, and to the extent that, a financing order authorizing such portion of the competitive transition assessment has become effective in accordance with sections 16-245e to 16-245k, inclusive, as amended by this act, and the transition property shall thereafter continuously exist as property for all purposes with all of the rights and privileges of sections 16-245e to 16-245k, inclusive, as amended by this act, for the period and to the extent provided in the financing order, but in any event until the rate reduction bonds are paid in full, including all principal, interest, premium, costs, and arrearages on such bonds. Prior to its sale or other transfer by the [electric company or] electric distribution company pursuant to sections 16-245e to 16-245k, inclusive, as amended by this act, transition property, other than transition property in respect of the economic recovery transfer or in respect to disbursements to the General Fund to sustain funding of conservation and load management and renewable energy investment programs, shall be a vested contract right of the [electric company or] electric distribution company, notwithstanding any contrary treatment thereof for accounting, tax, or other purpose. Transition property in

3141

3142

3143

3144

3145

3146

3147

3148

3149

3150

3151

3152

3153

3154

3155

3156

3157

3158

3159

3160

3161

3162

3164 respect of disbursements to the General Fund to sustain funding of 3165 conservation and load management and renewable energy investment 3166 programs shall immediately upon its creation vest solely in the 3167 financing entity. Transition property in respect to the economic 3168 recovery transfer shall immediately upon its creation vest solely in the 3169 financing entity. The [electric company or] electric distribution company shall have no right, title or interest in transition property in 3170 3171 respect to the economic recovery transfer or in respect of 3172 disbursements to the General Fund to sustain funding of conservation 3173 and load management and renewable energy investment programs, 3174 and in respect of such transition property shall be only a collection 3175 agent on behalf of the financing entity.

- (b) Any surplus competitive transition assessment described in subparagraph (A) of subdivision (2) of subsection (a) of section 16-245e, as amended by this act, in excess of the amounts necessary to pay principal, premium, if any, interest and expenses of the issuance of the rate reduction bonds shall be remitted to the financing entity and may be used to benefit customers if this would not result in a recharacterization of the tax, accounting, and other intended characteristics of the financing, including, but not limited to, the following:
- 3185 (1) Avoiding the recognition of debt on the [electric company's or 3186 the] electric distribution company's balance sheet for financial accounting and regulatory purposes;
- 3188 (2) Treating the rate reduction bonds as debt of the [electric 3189 company or] electric distribution company or its affiliates for federal 3190 income tax purposes;
- 3191 (3) Treating the transfer of the transition property by the [electric 3192 company or] electric distribution company as a true sale for 3193 bankruptcy purposes; or
- 3194 (4) Avoiding any adverse impact of the financing on the credit

3176

3177

3178

3179

3180

3181

3182

3183

rating of the rate reduction bonds or the [electric company or] electric distribution company.

- (c) Electric [companies and electric] distribution companies may sell and assign all or portions of their interest in transition property to an affiliate. Electric [companies and electric] distribution companies or their affiliates may sell or assign their interests to one or more financing entities that make that property the basis for issuance of rate reduction bonds to the extent approved in the pertinent financing orders. Electric [companies, electric] distribution companies, their affiliates, or financing entities may pledge transition property as collateral, directly or indirectly, for rate reduction bonds to the extent approved in the pertinent financing orders providing for a security interest in the transition property, in the manner as set forth in section 16-245k, as amended by this act. In addition, transition property may be sold or assigned by (1) the financing entity or a trustee for the holders of rate reduction bonds in connection with the exercise of remedies upon a default, or (2) any person acquiring the transition property after a sale or assignment pursuant to this subsection.
- (d) To the extent that any interest in transition property is so sold or assigned, or is so pledged as collateral, the authority shall authorize the [electric company or] electric distribution company to contract with the financing entity that it will continue to operate its system to provide service to its customers, will collect amounts in respect of the competitive transition assessment for the benefit and account of the financing entity, and will account for and remit these amounts to or for the account of the financing entity. Contracting with the financing entity in accordance with that authorization shall not impair or negate the characterization of the sale, assignment, or pledge as an absolute transfer, a true sale, or security interest, as applicable.
- Sec. 88. Subsections (a) and (b) of section 16-245i of the general statutes are repealed and the following is substituted in lieu thereof (*Effective from passage*):

3197

3198

3199

3200

3201

3202

3203

3204

3205

3206

3207

3208

3209

3210

3211

3212

3213

3214

3215

3216

3217

3218

3219

3220

3221

3222

(a) The authority may issue financing orders in accordance with sections 16-245e to 16-245k, inclusive, as amended by this act, to fund the economic recovery transfer, to sustain funding of conservation and load management and renewable energy investment programs by substituting disbursements to the General Fund from proceeds of rate reduction bonds for such disbursements from the Energy Conservation and Load Management Fund established by section 16-245m, as amended by this act, and from the Clean Energy Fund established by section 16-245n, as amended by this act, and to facilitate the provision, recovery, financing, or refinancing of stranded costs. Except for a financing order in respect to the economic recovery revenue bonds, a financing order may be adopted only upon the application of an [electric company or] electric distribution company, pursuant to section 16-245f, as amended by this act, and shall become effective in accordance with its terms only after the [electric company or] electric distribution company files with the authority the [electric company's or the electric distribution company's written consent to all terms and conditions of the financing order. Any financing order in respect to the economic recovery revenue bonds shall be effective on issuance.

(b) (1) Notwithstanding any general or special law, rule, or regulation to the contrary, except as otherwise provided in this subsection with respect to transition property that has been made the basis for the issuance of rate reduction bonds, the financing orders and the competitive transition assessment shall be irrevocable and the authority shall not have authority either by rescinding, altering, or amending the financing order or otherwise, to revalue or revise for rate-making purposes the stranded costs, or the costs of providing, recovering, financing, or refinancing the stranded costs, the amount of the economic recovery transfer or the amount of disbursements to the General Fund from proceeds of rate reduction bonds substituted for such disbursements from the Energy Conservation and Load Management Fund established by section 16-245m, as amended by this act, and from the Clean Energy Fund established by section 16-245n, as amended by this act, determine that the competitive transition

assessment is unjust or unreasonable, or in any way reduce or impair the value of transition property either directly or indirectly by taking the competitive transition assessment into account when setting other rates for the [electric company or] electric distribution company; nor shall the amount of revenues arising with respect thereto be subject to reduction, impairment, postponement, or termination.

- (2) Notwithstanding any other provision of this section, the authority shall approve the adjustments to the competitive transition assessment as may be necessary to ensure timely recovery of all stranded costs that are the subject of the pertinent financing order, and the costs of capital associated with the provision, recovery, financing, or refinancing thereof, including the costs of issuing, servicing, and retiring the rate reduction bonds issued to recover stranded costs contemplated by the financing order and to ensure timely recovery of the costs of issuing, servicing, and retiring the rate reduction bonds issued to sustain funding of conservation and load management and renewable energy investment programs contemplated by the financing order, and to ensure timely recovery of the costs of issuing, servicing and retiring the economic recovery revenue bonds issued to fund the economic recovery transfer contemplated by the financing order.
- (3) Notwithstanding any general or special law, rule, or regulation to the contrary, any requirement under sections 16-245e to 16-245k, inclusive, as amended by this act, or a financing order that the authority take action with respect to the subject matter of a financing order shall be binding upon the authority, as it may be constituted from time to time, and any successor agency exercising functions similar to the authority and the authority shall have no authority to rescind, alter, or amend that requirement in a financing order. Section 16-43 shall not apply to any sale, assignment, or other transfer of or grant of a security interest in any transition property or the issuance of rate reduction bonds under sections 16-245e to 16-245k, inclusive, as amended by this act.
- 3293 Sec. 89. Subsections (a) to (c), inclusive, of section 16-245j of the

3261

3262

3263

3264

3265

3266

3267

3268

3269

3270

3271

3272

3273

3274

3275

3276

3277

3278 3279

3280

3281

3282

3283

3284

3285

3286

3287

3288

3289

3290

3291

general statutes are repealed and the following is substituted in lieu thereof (*Effective from passage*):

- (a) (1) Except as provided in subdivision (2) of this subsection, a financing entity may issue rate reduction bonds upon approval by the authority in the pertinent financing order. Rate reduction bonds shall be nonrecourse to the credit or any assets of the [electric company,] electric distribution company or the finance authority, other than the transition property as specified in the pertinent financing order.
- (2) Notwithstanding the provisions of subdivision (1) of this subsection, on and after June 21, 2011, no financing entity has the power or is authorized to issue economic recovery revenue bonds. No competitive transition assessment shall be assessed to secure and pay economic recovery revenue bonds.
- (b) Except as otherwise provided in this subsection, the state of Connecticut does hereby pledge and agree with the owners of transition property and holders of rate reduction bonds that the state shall neither limit nor alter the competitive transition assessment, transition property, financing orders, and all rights thereunder until the obligations, together with the interest thereon, are fully met and discharged, provided nothing contained in this subsection shall preclude the limitation or alteration if and when adequate provision shall be made by law for the protection of the owners and holders. The finance authority as agent for the state is authorized to include this pledge and undertaking for the state in these obligations.
- (c) (1) Financing orders and rate reduction bonds shall not be deemed to constitute a debt or liability of the state or of any political subdivision thereof, other than the financing entity, shall not constitute a pledge of the full faith and credit of the state or any of its political subdivisions, other than the financing entity, but shall be payable solely from the funds provided under sections 16-245e to 16-245k, inclusive, as amended by this act, and shall not constitute an indebtedness of the state within the meaning of any constitutional or

statutory debt limitation or restriction and, accordingly, shall not be subject to any statutory limitation on the indebtedness of the state and shall not be included in computing the aggregate indebtedness of the state in respect to and to the extent of any such limitation. This subsection shall in no way preclude bond guarantees or enhancements pursuant to sections 16-245e to 16-245k, inclusive, as amended by this act. All rate reduction bonds shall contain on the face thereof a statement to the following effect: "Neither the full faith and credit nor the taxing power of the State of Connecticut is pledged to the payment of the principal of, or interest on, this bond."

- (2) The issuance of rate reduction bonds under sections 16-245e to 16-245k, inclusive, as amended by this act, shall not directly, indirectly, or contingently obligate the state or any political subdivision thereof to levy or to pledge any form of taxation therefor or to make any appropriation for their payment.
- (3) The exercise of the powers granted by sections 16-245e to 16-245k, inclusive, as amended by this act, shall be in all respects for the benefit of the people of this state, for the increase of their commerce, welfare, and prosperity, and as the exercise of such powers shall constitute the performance of an essential public function, neither the finance authority, any [electric company or] electric distribution company, any affiliate of any [electric company or] electric distribution company, any financing entity, or any collection or other agent of any of the foregoing shall be required to pay any taxes or assessments upon or in respect of any revenues or property received, acquired, transferred, or used by the finance authority, any [electric company or] electric distribution company, any affiliate of any [electric company or] electric distribution company, any financing entity, or any collection or other agent of any of the foregoing under the provisions of sections 16-245e to 16-245k, inclusive, as amended by this act, or upon or in respect of the income therefrom, and any rate reduction bonds shall be treated as issued by or on behalf of a public instrumentality created under the laws of the state for purposes of chapter 229.

3326

3327

3328

3329

3330

3331

3332

3333

3334

3335

3336

3337

3338

3339

3340

3341

3342

3343

3344

3345

3346

3347

3348

3349

3350

3351

3352

3353

3354

3355

3356

3357

(4) (A) The proceeds of any rate reduction bonds, other than economic recovery revenue bonds, shall be used for the purposes approved by the authority in the financing order, including, but not limited to, disbursements to the General Fund in substitution for such disbursements from the Energy Conservation and Load Management Fund established by section 16-245m, as amended by this act, and from the Clean Energy Fund established by section 16-245n, as amended by this act, the costs of refinancing or retiring of debt of the [electric company or] electric distribution company, and associated federal and state tax liabilities; provided such proceeds shall not be applied to purchase generation assets or to purchase or redeem stock or to pay dividends to shareholders or operating expenses other than taxes resulting from the receipt of such proceeds.

- (B) The proceeds of any economic recovery revenue bonds shall be used for the purposes approved by the authority in the financing order, including, but not limited to, funding the economic recovery transfer, provided such proceeds shall not be applied to purchase generation assets or to purchase or redeem stock or to pay dividends to shareholders or operating expenses other than taxes resulting from the receipt of such proceeds.
- (5) Rate reduction bonds are made and declared (A) securities in which all public officers and public bodies of the state and its political subdivisions, all insurance companies, state banks and trust companies, national banking associations, savings banks, savings and loan associations, investment companies, executors, administrators, trustees and other fiduciaries may properly and legally invest funds, including capital in their control or belonging to them, and (B) securities which may properly and legally be deposited with and received by any state or municipal officer or any agency or political subdivision of the state for any purpose for which the deposit of bonds or obligations of the state is now or may be authorized.
- (6) Rate reduction bonds, other than economic recovery revenue bonds, shall mature at such time or times approved by the authority in

the financing order; provided that such maturity shall not be later than
December 31, 2011. Economic recovery revenue bonds shall mature at
such time or times approved by the authority in the financing order,
provided such maturity shall not be later than eight years after the
date of issuance, provided such maturity may be extended for
economic reasons, upon the advice of the financing entity.

- (7) Rate reduction bonds issued and at any time outstanding may, if and to the extent permitted under the indenture or other agreement pursuant to which they are issued, be refunded by other rate reduction bonds.
- Sec. 90. Section 16-245k of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (a) A security interest in transition property is valid, is enforceable against the pledgor and third parties, subject to the rights of any third parties holding security interests in the transition property perfected in the manner described in this section, and attaches when all of the following have taken place:
- 3409 (1) The authority has issued the financing order authorizing the competitive transition assessment included in the transition property.
- 3411 (2) Value has been given by the pledgees of the transition property.
- 3412 (3) The pledgor has signed a security agreement covering the transition property.
  - (b) A valid and enforceable security interest in transition property is perfected when it has attached and when a financing statement has been filed in accordance with part 5 of article 9 of title 42a naming the pledgor of the transition property as "debtor" and identifying the transition property. In such case, the financing statement shall be filed as if the debtor were located in this state. Any description of the transition property shall be sufficient if it refers to the financing order creating the transition property. A copy of the financing statement

shall be filed with the authority by the [electric company or] electric distribution company or the financing entity that is the pledgor or transferor of the transition property, and the authority may require the [electric company or] electric distribution company or the financing entity to make other filings with respect to the security interest in accordance with procedures it may establish, provided that the filings shall not affect the perfection of the security interest.

- (c) A perfected security interest in transition property is a continuously perfected security interest in all revenues and proceeds arising with respect thereto, whether or not the revenues or proceeds have accrued. Conflicting security interests shall rank according to priority in time of perfection. Transition property shall constitute property for all purposes, including for contracts securing rate reduction bonds, whether or not the revenues and proceeds arising with respect thereto have accrued.
- (d) Subject to the terms of the security agreement covering the transition property and the rights of any third parties holding security interests in the transition property perfected in the manner described in this section, the validity and relative priority of a security interest created under this section are not defeated or adversely affected by the commingling of revenues arising with respect to the transition property with other funds of the [electric company or] electric distribution company that is the pledgor or transferor of, or the collection agent with respect to, the transition property, or by any security interest in a deposit account of that [electric company or] electric distribution company into which the revenues are deposited or in such revenues themselves perfected under article 9 of title 42a or otherwise. Subject to the terms of the security agreement, the pledgees of the transition property shall have a perfected security interest in all cash and deposit accounts of the [electric company or] electric distribution company in which revenues arising with respect to the transition property have been commingled with other funds, but the perfected security interest shall be limited to an amount not greater

3429

3430

3431

3432

3433

3434

3435

3436

3437

3438

3439

3440

3441

3442

3443

3444

3445

3446

3447

3448

3449

3450

3451

3452

3453

than the amount of the revenues with respect to the transition property received by the [electric company or] electric distribution company within twelve months before (1) any default under the security agreement, or (2) the institution of insolvency proceedings by or against the [electric company or] electric distribution company, less payments from the revenues to the pledgees during that twelve-month period.

(e) If an event of default occurs under the security agreement covering the transition property, the pledgees of the transition property, subject to the terms of the security agreement, shall have all rights and remedies of a secured party upon default under article 9 of title 42a, and shall be entitled to foreclose or otherwise enforce their security interest in the transition property, subject to the rights of any third parties holding prior security interests in the transition property perfected in the manner provided in this section. In addition, the authority may require, in the financing order creating the transition property, that, in the event of default by the [electric company or] electric distribution company in payment of revenues arising with respect to the transition property, the authority and any successor thereto, upon the application by the pledgees or transferees, including transferees under this section, of the transition property, and without limiting any other remedies available to the pledgees or transferees by reason of the default, shall order the sequestration and payment to the pledgees or transferees of revenues arising with respect to the transition property. Any order shall remain in full force and effect notwithstanding any bankruptcy, reorganization, or other insolvency proceedings with respect to the debtor, pledgor, or transferor of the transition property. Any surplus in excess of amounts necessary to pay principal, premium, if any, interest, costs, and arrearages on the rate reduction bonds, and other costs arising under the security agreement, shall be remitted to the debtor or to the pledgor or transferor.

(f) Sections 42a-9-204 and 42a-9-205 shall apply to a pledge of transition property by an [electric company or] electric distribution

3455

3456

3457

3458

3459

3460

3461

3462

3463

3464

3465

3466

34673468

3469

3470

3471

3472

3473

3474

3475

34763477

3478

3479

3480

34813482

3483

34843485

3486

company, an affiliate of an [electric company or] electric distribution company, or a financing entity.

(g) This section sets forth the terms by which a consensual security interest can be created and perfected in the transition property. Unless otherwise ordered by the authority with respect to any series of rate reduction bonds on or prior to the issuance of the series, there shall exist a statutory lien as provided in this subsection. Upon the effective date of the financing order, there shall exist a first priority lien on all transition property then existing or thereafter arising pursuant to the terms of the financing order. This lien shall arise by operation of this section automatically without any action on the part of the [electric company or electric distribution company, any affiliate thereof, the financing entity, or any other person. This lien shall secure all obligations, then existing or subsequently arising, to the holders of the rate reduction bonds issued pursuant to the financing order, the trustee or representative for the holders, and any other entity specified in the financing order. The persons for whose benefit this lien is established shall, upon the occurrence of any defaults specified in the financing order, have all rights and remedies of a secured party upon default under article 9 of title 42a, and shall be entitled to foreclose or otherwise enforce this statutory lien in the transition property. This lien shall attach to the transition property regardless of who shall own, or shall subsequently be determined to own, the transition property including any [electric company or] electric distribution company, any affiliate thereof, the financing entity, or any other person. This lien shall be valid, perfected, and enforceable against the owner of the transition property and all third parties upon the effectiveness of the financing order without any further public notice; provided, however, that any person may, but shall not be required to, file a financing statement in accordance with subsection (b) of this section. Financing statements so filed may be "protective filings" and shall not be evidence of the ownership of the transition property. A perfected statutory lien in transition property is a continuously perfected lien in all revenues and proceeds arising with respect thereto, whether or not

3488

3489

3490

3491

3492

3493

3494

3495

3496

3497

3498

3499

3500

3501

3502

3503

3504

3505

3506

3507

3508

3509

3510

3511

3512

3513

3514

3515

3516

3517

3518

3519

3520

the revenues or proceeds have accrued. Conflicting liens shall rank according to priority in time of perfection. Transition property shall constitute property for all purposes, including for contracts securing rate reduction bonds, whether or not the revenues and proceeds arising with respect thereto have accrued. In addition, the authority may require, in the financing order creating the transition property, that, in the event of default by the [electric company or] electric distribution company in payment of revenues arising with respect to transition property, the authority and any successor thereto, upon the application by the beneficiaries of the statutory lien, and without limiting any other remedies available to the beneficiaries by reason of the default, shall order the sequestration and payment to the beneficiaries of revenues arising with respect to the transition property. Any order shall remain in full force and effect notwithstanding any bankruptcy, reorganization, or other insolvency proceedings with respect to the debtor, pledgor, or transferor of the transition property. Any surplus in excess of amounts necessary to pay principal, premium, if any, interest, costs, and arrearages on the rate reduction bonds, and other costs arising in connection with the documents governing the rate reduction bonds, shall be remitted to the debtor or to the pledgor or transferor.

(h) A transfer of transition property by an [electric company or] electric distribution company to an affiliate or to a financing entity, or by an affiliate of an [electric company or] electric distribution company or a financing entity to another financing entity, which the parties have in the governing documentation expressly stated to be a sale or other absolute transfer, in a transaction approved in a financing order, shall be treated as an absolute transfer of all of the transferor's right, title, and interest, as in a true sale, and not as a pledge or other financing, of the transition property, in each case notwithstanding any contrary treatment of such transfer for accounting, tax, or other purposes. Granting to holders of rate reduction bonds a preferred right to revenues of the [electric company or] electric distribution company or the financing entity, or the provision by the company of other credit

3522 3523

3524

3525

3526

3527

3528

3529

3530

3531

3532

3533

3534

3535

3536

3537

3538

3539

3540

3541

3542

3543

3544

3545

3546

3547

3548

3549

3550

3551

3552

3553

3554

enhancement with respect to rate reduction bonds, shall not impair or negate the characterization of any transfer as a true sale, in each case notwithstanding any contrary treatment of such transfer for accounting, tax or other purposes.

- (i) A transfer of transition property shall be deemed perfected as against third persons when both of the following have taken place:
- (1) The authority has issued the financing order authorizing the competitive transition assessment included in the transition property.
- (2) An assignment of the transition property in writing has been executed and delivered to the transferee.
- (j) As between bona fide assignees of the same right for value without notice, the assignee first filing a financing statement in accordance with part 5 of article 9 of title 42a naming the assignor of the transition property as debtor and identifying the transition property has priority. In such case, the financing statement shall be filed as if the debtor were located in this state. Any description of the transition property shall be sufficient if it refers to the financing order creating the transition property. A copy of the financing statement shall be filed by the assignee or the financing entity with the authority, and the authority may require the assignor or the assignee or the financing entity to make other filings with respect to the transfer in accordance with procedures it may establish, but these filings shall not affect the perfection of the transfer.
- (k) Any successor to the [electric company or] electric distribution company, whether pursuant to any bankruptcy, reorganization, or other insolvency proceeding, or pursuant to any merger, sale, or transfer, by operation of law, or otherwise, shall perform and satisfy all obligations of the [electric company or] electric distribution company pursuant to sections 16-245e to 16-245k, inclusive, as amended by this act, in the same manner and to the same extent as the [electric company or] electric distribution company, including, but not limited

to, collecting and paying to the holders of rate reduction bonds or their representatives or the applicable financing entity revenues arising with respect to the transition property sold to the applicable financing entity or pledged to secure rate reduction bonds.

- (l) The authority of the Public Utilities Regulatory Authority to issue financing orders pursuant to sections 16-245e to 16-245k, inclusive, as amended by this act, shall expire on December 31, 2008, with respect to bonds other than economic recovery revenue bonds. The authority of the Public Utilities Regulatory Authority to issue financing orders pursuant to sections 16-245e to 16-245k, inclusive, as amended by this act, with respect to economic recovery revenue bonds shall expire on December 31, 2012. The expiration of such authority shall have no effect upon financing orders adopted by the Public Utilities Regulatory Authority pursuant to sections 16-245e to 16-245k, inclusive, as amended by this act, or any transition property arising therefrom, or upon the charges authorized to be levied thereunder, or the rights, interests, and obligations of the [electric company or] electric distribution company or a financing entity or holders of rate reduction bonds pursuant to the financing order, or the authority of the Public Utilities Regulatory Authority to monitor, supervise, or take further action with respect to the financing order in accordance with the terms of sections 16-245e to 16-245k, inclusive, as amended by this act, and of the financing order.
- Sec. 91. Subsections (a) to (d), inclusive, of section 16-2450 of the 2014 supplement to the general statutes are repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (a) To protect a customer's right to privacy from unwanted solicitation, each [electric company or] electric distribution company [, as the case may be,] shall distribute to each customer a form approved by the Public Utilities Regulatory Authority which the customer shall submit to the customer's [electric or] electric distribution company in a timely manner if the customer does not want the customer's name, address, telephone number and rate class to be released to electric

3587

3588

3589

3590

3591

3592

3593

3594

3595

3596

3597

3598

3599

3600

3601

3602

3603

3604

3605

3606

3607

3608

3609

3613

3614

3615

3616

3617

suppliers. On and after July 1, 1999, each [electric or] electric distribution company [, as the case may be,] shall make available to all electric suppliers customer names, addresses, telephone numbers, if known, and rate class, unless the [electric company or] electric distribution company has received a form from a customer requesting that such information not be released. Additional information about a customer for marketing purposes shall not be released to any electric supplier unless a customer consents to a release by one of the following: (1) An independent third-party telephone verification; (2) receipt of a written confirmation received in the mail from the customer after the customer has received an information package confirming any telephone agreement; (3) the customer signs a document fully explaining the nature and effect of the release; or (4) the customer's consent is obtained through electronic means, including, but not limited to, a computer transaction.

- (b) All electric suppliers shall have equal access to customer information required to be disclosed under subsection (a) of this section. No electric supplier shall have preferential access to historical distribution company customer usage data.
- (c) No [electric or] electric distribution company shall include in any bill or bill insert anything that directly or indirectly promotes a generation entity or affiliate of the electric distribution company. No electric supplier shall include a bill insert in an electric bill of an electric distribution company.
- (d) All marketing information provided pursuant to the provisions of this section shall be formatted electronically by the [electric company or] electric distribution company [, as the case may be,] in a form that is readily usable by standard commercial software packages. Updated lists shall be made available within a reasonable time, as determined by the authority, following a request by an electric supplier. Each electric supplier seeking the information shall pay a fee to the [electric company or] electric distribution company [, as the case may be,] which reflects the incremental costs of formatting, sorting and

3653 distributing this information, together with related software changes.

- 3654 Customers shall be entitled to any available individual information
- about their loads or usage at no cost.
- Sec. 92. Subsection (a) of section 16-245p of the 2014 supplement to
- 3657 the general statutes is repealed and the following is substituted in lieu
- 3658 thereof (*Effective from passage*):
- 3659 (a) An electric supplier and an electric distribution company 3660 providing standard service or back-up electric generation service,
- pursuant to section 16-244c, as amended by this act, shall submit
- 3662 information to the Public Utilities Regulatory Authority that the
- authority determines will assist customers in making informed decisions when choosing an electric supplier, including, but not
- 3665 limited to, the information provided in subsection (b) of this section.
- 3666 Each supplier or electric distribution company providing standard
- 3667 service or back-up electric generation service, pursuant to section 16-
- 3668 244c, as amended by this act, shall, at such times as the authority
- 3669 requires, but not less than annually, submit in a form prescribed by the
- 3670 authority, information that the authority must make available
- pursuant to subsection (b) of this section and any other information the
- 3672 authority considers relevant. After the authority has received the
- information required pursuant to this subsection, the supplier shall be
- 3674 eligible to receive customer marketing information from [electric or]
- 3675 electric distribution companies, as provided in section 16-2450, as
- 3676 <u>amended by this act</u>.
- 3677 Sec. 93. Subsection (a) of section 16-245y of the 2014 supplement to
- 3678 the general statutes is repealed and the following is substituted in lieu
- 3679 thereof (*Effective from passage*):
- 3680 (a) Not later than October 1, 1999, and annually thereafter, each
- 3681 [electric company and] electric distribution company, as defined in
- section 16-1, as amended by this act, shall report to the Public Utilities
- 3683 Regulatory Authority its system average interruption duration index
- 3684 (SAIDI) and its system average interruption frequency index (SAIFI)

for the preceding twelve months. For purposes of this section: (1) Interruptions shall not include outages attributable to major storms, scheduled outages and outages caused by customer equipment, each as determined by the authority; (2) SAIDI shall be calculated as the sum of customer interruptions in the preceding twelve-month period, in minutes, divided by the average number of customers served during that period; and (3) SAIFI shall be calculated as the total number of customers interrupted in the preceding twelve-month period, divided by the average number of customers served during that period. Not later than January 1, 2000, and annually thereafter, the authority shall report on the SAIDI and SAIFI data for each [electric company and] electric distribution company, and all state-wide SAIDI and SAIFI data to the joint standing committee of the General Assembly having cognizance of matters relating to energy.

Sec. 94. Section 16-245ii of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

Commencing January 1, 2012, each electric distribution [, electric] and gas company shall maintain and make available to the public, free of charge, records of the energy consumption data of all typical nonresidential buildings to which such company provides service. This data shall be maintained in a format (1) compatible for uploading to the United States Environmental Protection Agency's Energy Star portfolio manager or similar system, for at least the most recent thirty-six months, and (2) that preserves the confidentiality of the customer.

Sec. 95. Section 16-245jj of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

Commencing January 1, 2012, each electric distribution [, electric] and gas company shall provide aggregate town customer usage information by customer class that preserves the confidentiality of individual customers to any legislative body of a municipality that requests such information.

Sec. 96. Subsection (a) of section 16-246e of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

- (a) The Governor may designate the Public Utilities Regulatory Authority as the agent of the state, subject only to the limitation under subsection (b) of this section, to conduct negotiations and perform all acts necessary to procure electric power capacity, power output from such capacity or both from any out-of-state electric power producer, to transmit it to within the state and to sell or resell it on a nonprofit basis for distribution within the state to electric distribution companies, as defined in section 16-1, as amended by this act, municipal electric utilities established under chapter 101, municipal electric energy cooperatives organized under chapter 101a, membership electric cooperatives organized under chapter 597 and such other persons or entities as may be designated by the Governor. The authority, if designated as such agent, shall arrange for the sale or resale of such power on an equitable basis and in such manner as it finds will most effectively promote the objectives of this title, chapters 101, 101a and 597, and section 16a-35k, subject to any conditions or limitations imposed by the out-of-state electric power producer selling such power. The authority, if so designated, may also enter into any contracts or other arrangements for the sale or resale of such power for transmission outside the state if such sale or resale is reasonably incidental to and furthers the needs of the state and the purposes of this section.
- Sec. 97. Section 16-246f of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 3743 (a) As used in this section:
- 3744 (1) "Assistance" means any aid or support provided, or any actions 3745 taken by a domestic electric company for or on behalf of another 3746 domestic electric company or by a foreign electric company for or on 3747 behalf of a domestic electric company including, without limitation,

3719

3720

3721

3722

3723

3724

3725

3726

3727

3728

3729

3730

3731

3732

3733

3734

3735

3736

3737

3738

3739

3748 the temporary transfer or use of repair personnel and equipment;

(2) "Domestic electric company" means any [electric company or] electric distribution company, as defined in section 16-1, as amended by this act, any membership electric cooperative organized under chapter 597 and any municipal electric utility or municipal electric energy cooperative, as defined respectively in section 7-233b, which has been chartered by or organized or constituted within or under the laws of this state;

- (3) "Foreign electric company" [shall have the same meaning as provided in section 16-246a] means a corporation, company, association, joint stock association or trust organized under the laws of a state other than this state, as well as a town, city, borough, or any municipal corporation, department or agency thereof, whether separately incorporated or not, of a state other than this state, authorized under the laws of the state in which organized to generate or transmit electric energy.
- (b) Notwithstanding any contrary provision of any general statute or special act, or any limitation imposed by its charter, a domestic electric company shall have the power to request assistance from and provide assistance to other domestic electric companies and to foreign electric companies and to enter into agreements regarding the reimbursement of expenses and other matters and to perform such other acts as may be necessary or desirable to request and provide such assistance. A domestic electric company shall not be exempt from nor forfeit the benefits of the provisions of any applicable laws solely by requesting or providing such assistance, except as provided in this section.
- (c) Notwithstanding any contrary provision of any general statute or special act, a foreign electric company shall have the right to request assistance from and provide assistance to domestic electric companies and to enter into agreements regarding the reimbursement of expenses and other matters and to perform such other acts as may be necessary

or desirable to request and provide such assistance. A foreign electric company shall not constitute an ["electric company"] "electric distribution company" or a "public service company" for the purposes of this title solely by requesting or providing assistance in this state.

- Sec. 98. Subsections (a) to (c), inclusive, of section 16-259a of the general statutes are repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (a) No [electric,] electric distribution, gas or water company or electric supplier, which inaccurately bills a retail customer for service may bill or otherwise hold the customer financially liable for more than one year after the customer receives such service, unless the customer, either alone or with an individual other than an employee of the company, by an affirmative act, is responsible for the inaccurate billing or fails to provide for reasonable access to the premises where the company's meter is located by an employee of the company during business hours for the purpose of reading the meter.
- (b) Any such [electric,] electric distribution, gas or water company or electric supplier which inaccurately bills a retail customer for service may bill or otherwise hold the customer financially liable for not more than one year after the customer receives such service, unless a delayed bill for the service (1) would deprive the customer of the opportunity to apply for or receive energy assistance or (2) is the result of the customer's meter erroneously registering another customer's consumption, in which case the company may not bill or otherwise hold the customer liable for the service provided to another customer.
- (c) No telephone company or certified telecommunications provider that inaccurately bills a retail customer for service may bill or otherwise hold the customer financially liable for more than two years or the time provided in federal law, whichever is longer, after the customer receives such service, unless the customer, either alone or with a person other than an employee of the telephone company or certified telecommunications provider by an affirmative act, is

- 3812 responsible for the inaccurate billing.
- Sec. 99. Section 16-261 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 3815 (a) The Public Utilities Regulatory Authority shall order and direct 3816 the [electric and] electric distribution companies providing electric 3817 distribution services in this state to extend lines in their chartered 3818 territory to all unserved areas having a density of subscribers for 3819 electric distribution service averaging at least two per mile on such 3820 proposed new lines, in accordance with the provisions of this section.
  - (b) The Public Utilities Regulatory Authority is directed, in considering the rates of [electric or] electric distribution companies or in the proceedings having to do with such rates, to consider the expenses and revenues of each company as a whole, in arriving at a fair return on the fair value of such properties. In prescribing a rate for service on such new lines, the authority shall exercise its statutory powers, except that the guarantee required shall not exceed thirteen dollars and fifty cents per mile per month.
- 3829 (c) The Public Utilities Regulatory Authority is directed to advance 3830 the objects of this section in every lawful manner.
- (d) Nothing in this section shall authorize the Public Utilities Regulatory Authority to order and direct [electric or] electric distribution companies to extend their lines in their chartered territory over or under any body of water or elsewhere than along public highways unless said authority, exercising its powers under section 16-3836 20, finds such extension to be economically justifiable.
- Sec. 100. Section 16-262c of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 3840 (a) Notwithstanding any other provision of the general statutes no 3841 [electric,] electric distribution, gas, telephone or water company, no

3821

3822

3823

3824

3825

3826 3827

electric supplier or certified telecommunications provider, and no municipal utility furnishing electric, gas, telephone or water service shall cause cessation of any such service by reason of delinquency in payment for such service (1) on any Friday, Saturday, Sunday, legal holiday or day before any legal holiday, provided such a company, electric supplier, certified telecommunications provider or municipal utility may cause cessation of such service to a nonresidential account on a Friday which is not a legal holiday or the day before a legal holiday when the business offices of the company, electric supplier, certified telecommunications provider or municipal utility are open to the public the succeeding Saturday, (2) at any time during which the business offices of said company, electric supplier, certified telecommunications provider or municipal utility are not open to the public, or (3) within one hour before the closing of the business offices of said company, electric supplier or municipal utility.

(b) (1) From November first to May first, inclusive, no [electric or] electric distribution company, as defined in section 16-1, as amended by this act, no electric supplier and no municipal utility furnishing electricity shall terminate, deny or refuse to reinstate residential electric service in hardship cases where the customer lacks the financial resources to pay his or her entire account. From November first to May first, inclusive, no gas company and no municipal utility furnishing gas shall terminate, deny or refuse to reinstate residential gas service in hardship cases where the customer uses such gas for heat and lacks the financial resources to pay his or her entire account, except a gas company that, between May second and October thirtyfirst, terminated gas service to a residential customer who uses gas for heat and who, during the previous period of November first to May first, had gas service maintained because of hardship status, may refuse to reinstate the gas service from November first to May first, inclusive, only if the customer has failed to pay, since the preceding November first, the lesser of: (A) Twenty per cent of the outstanding principal balance owed the gas company as of the date of termination, (B) one hundred dollars, or (C) the minimum payments due under the

customer's amortization agreement. Notwithstanding any other provision of the general statutes to the contrary, no [electric,] electric distribution or gas company, no electric supplier and no municipal utility furnishing electricity or gas shall terminate, deny or refuse to reinstate residential electric or gas service where the customer lacks the financial resources to pay his or her entire account and for which customer or a member of the customer's household the termination, denial of or failure to reinstate such service would create a lifethreatening situation. No [electric,] electric distribution or gas company, no electric supplier and no municipal utility furnishing electricity or gas shall terminate, deny or refuse to reinstate residential electric or gas service where the customer is a hardship case and lacks the financial resources to pay his or her entire account and a child not more than twenty-four months old resides in the customer's household and such child has been admitted to the hospital and received discharge papers on which the attending physician or an advanced practice registered nurse has indicated such service is a necessity for the health and well being of such child.

- (2) During any period in which a residential customer is subject to termination, an [electric,] electric distribution or gas company, an electric supplier or a municipal utility furnishing electricity or gas shall provide such residential customer whose account is delinquent an opportunity to enter into a reasonable amortization agreement with such company, electric supplier or utility to pay such delinquent account and to avoid termination of service. Such amortization agreement shall allow such customer adequate opportunity to apply for and receive the benefits of any available energy assistance program. An amortization agreement shall be subject to amendment on customer request if there is a change in the customer's financial circumstances.
- (3) As used in this section, (A) "household income" means the combined income over a twelve-month period of the customer and all adults, except children of the customer, who are and have been

3876

3877

3878

3879

3880

3881

3882

3883

3884

3885

3886

3887

3888

3889 3890

3891

3892

3893

3894

3895

3896

3897

3898

3899

3900

3901

3902

3903

3904

3905

3906

3907

members of the household for six months or more, and (B) "hardship case" includes, but is not limited to: (i) A customer receiving local, state or federal public assistance; (ii) a customer whose sole source of financial support is Social Security, Veterans' Administration or unemployment compensation benefits; (iii) a customer who is head of the household and is unemployed, and the household income is less than three hundred per cent of the poverty level determined by the federal government; (iv) a customer who is seriously ill or who has a household member who is seriously ill; (v) a customer whose income falls below one hundred twenty-five per cent of the poverty level determined by the federal government; and (vi) a customer whose circumstances threaten a deprivation of food and the necessities of life for himself or dependent children if payment of a delinquent bill is required.

(4) In order for a residential customer of a gas or electric distribution company using gas or electricity for heat to be eligible to have any moneys due and owing deducted from the customer's delinquent account pursuant to this subdivision, the company furnishing gas or electricity shall require that the customer (A) apply and be eligible for benefits available under the Connecticut energy assistance program or state appropriated fuel assistance program; (B) authorize the company to send a copy of the customer's monthly bill directly to any energy assistance agency for payment; (C) enter into and comply with an amortization agreement, which agreement is consistent with decisions and policies of the Public Utilities Regulatory Authority. Such an amortization agreement shall reduce a customer's payment by the amount of the benefits reasonably anticipated from the Connecticut energy assistance program, state appropriated fuel assistance program or other energy assistance sources. Unless the customer requests otherwise, the company shall budget a customer's payments over a twelve-month period with an affordable increment to be applied to any arrearage, provided such payment plan will not result in loss of any energy assistance benefits to the customer. If a customer authorizes the company to send a copy of his monthly bill directly to

3909

3910

3911

3912

3913

3914

3915 3916

3917

3918

3919

3920

3921

3922

3923

3924

3925

3926

3927

3928

3929

3930

3931

3932

3933

3934

3935

3936

3937

3938 3939

3940

any energy assistance agency for payment, the energy assistance agency shall make payments directly to the company. If, on April thirtieth, a customer has been in compliance with the requirements of subparagraphs (A) to (C), inclusive, of this subdivision, during the period starting on the preceding November first, or from such time as the customer's account becomes delinquent, the company shall deduct from such customer's delinquent account an additional amount equal to the amount of money paid by the customer between the preceding November first and April thirtieth and paid on behalf of the customer through the Connecticut energy assistance program and state appropriated fuel assistance program. Any customer in compliance with the requirements of subparagraphs (A) to (C), inclusive, of this subdivision, on April thirtieth who continues to comply with an amortization agreement through the succeeding October thirty-first, shall also have an amount equal to the amount paid pursuant to such agreement and any amount paid on behalf of such customer between May first and the succeeding October thirty-first deducted from the customer's delinquent account. In no event shall the deduction of any amounts pursuant to this subdivision result in a credit balance to the customer's account. No customer shall be denied the benefits of this subdivision due to an error by the company. The Public Utilities Regulatory Authority shall allow the amounts deducted from the customer's account pursuant to the implementation plan, described in subdivision (5) of this subsection, to be recovered by the company in its rates as an operating expense, pursuant to said implementation plan. If the customer fails to comply with the terms of the amortization agreement or any decision of the authority rendered in lieu of such agreement and the requirements of subparagraphs (A) to (C), inclusive, of this subdivision, the company may terminate service to the customer, pursuant to all applicable regulations, provided such termination shall not occur between November first and May first.

(5) Each gas and electric distribution company shall submit to the Public Utilities Regulatory Authority annually, on or before July first, an implementation plan which shall include information concerning

3943

3944

3945

3946

3947

3948

3949

3950

3951

3952

3953

3954

3955

3956 3957

3958

3959

3960

3961

3962

3963

3964

3965

3966

3967

3968

3969

3970

3971

3972

3973

3974

3975

amortization agreements, counseling, reinstatement of eligibility, rate impacts and any other information deemed relevant by the authority. The Public Utilities Regulatory Authority may, in consultation with the Office of Policy and Management, approve or modify such plan within ninety days of receipt of the plan. If the authority does not take any action on such plan within ninety days of its receipt, the plan shall automatically take effect at the end of the ninety-day period, provided the authority may extend such period for an additional thirty days by notifying the company before the end of the ninety-day period. Any amount recovered by a company in its rates pursuant to this subsection shall not include any amount approved by the Public Utilities Regulatory Authority as an uncollectible expense. The authority may deny all or part of the recovery required by this subsection if it determines that the company seeking recovery has been imprudent, inefficient or acting in violation of statutes or regulations regarding amortization agreements.

- (6) On or after January 1, 1993, the Public Utilities Regulatory Authority may require gas companies to expand the provisions of subdivisions (4) and (5) of this subsection to all hardship customers. Any such requirement shall not be effective until November 1, 1993.
- (7) (A) All [electric,] electric distribution and gas companies, electric suppliers and municipal utilities furnishing electricity or gas shall collaborate in developing, subject to approval by the Public Utilities Regulatory Authority, standard provisions for the notice of delinquency and impending termination under subsection (a) of section 16-262d, as amended by this act. Each such company and utility shall place on the front of such notice a provision that the company, electric supplier or utility shall not effect termination of service to a residential dwelling for nonpayment of disputed bills during the pendency of any complaint. In addition, the notice shall state that the customer must pay current and undisputed bill amounts during the pendency of the complaint. (B) At the beginning of any discussion with a customer concerning a reasonable amortization

agreement, any such company or utility shall inform the customer (i) of the availability of a process for resolving disputes over what constitutes a reasonable amortization agreement, (ii) that the company, electric supplier or utility will refer such a dispute to one of its review officers as the first step in attempting to resolve the dispute, and (iii) that the company, electric supplier or utility shall not effect termination of service to a residential dwelling for nonpayment of a delinquent account during the pendency of any complaint, investigation, hearing or appeal initiated by the customer, unless the customer fails to pay undisputed bills, or undisputed portions of bills, for service received during such period. (C) Each such company, electric supplier and utility shall inform and counsel all customers who are hardship cases as to the availability of all public and private energy conservation programs, including programs sponsored or subsidized by such companies and utilities, eligibility criteria, where to apply, and the circumstances under which such programs are available without cost.

(8) The Public Utilities Regulatory Authority shall adopt regulations in accordance with chapter 54 to carry out the provisions of this subsection. Such regulations shall include, but not be limited to, criteria for determining hardship cases and for reasonable amortization agreements, including appeal of such agreements, for categories of customers. Such regulations may include the establishment of a reasonable rate of interest which a company may charge on the unpaid balance of a customer's delinquent bill and a description of the relationship and responsibilities of electric suppliers to customers.

(c) Each [electric,] electric distribution and gas company, electric supplier and municipal utility shall, not later than December first, annually, submit a report to the authority and the General Assembly indicating (1) the number of customers in each of the following categories and the total delinquent balances for such customers as of the preceding May first: (A) Customers who are hardship cases and (i)

who made arrangements for reasonable amortization agreements, (ii) who did not make such arrangements, and (B) customers who are nonhardship cases and who made arrangements for reasonable amortization, (2) (A) the number of heating customers receiving energy assistance during the preceding heating season and the total amount of such assistance, and (B) the total balance of the accounts of such customers after all energy assistance is applied to the accounts, (3) the number of hardship cases reinstated between November first of the preceding year and May first of the same year, the number of hardship cases terminated between May first of the same year and November first and the number of hardship cases reinstated during each month from May to November, inclusive, of the same year, (4) the number of reasonable amortization agreements executed and the number breached during the same year by (A) hardship cases, and (B) nonhardship cases, and (5) the number of accounts of (A) hardship cases, and (B) nonhardship cases for which part or all of the outstanding balance is written off as uncollectible during the preceding year and the total amount of such uncollectibles.

- (d) Nothing in this section shall (1) prohibit a public service company, electric supplier or municipal utility from terminating residential utility service upon request of the customer or in accordance with section 16-262d, as amended by this act, upon default by the customer on an amortization agreement or collecting delinquent accounts through legal processes, including the processes authorized by section 16-262f, as amended by this act, or (2) relieve such company, electric supplier or municipal utility of its responsibilities set forth in sections 16-262d, as amended by this act, and 16-262e, as amended by this act, to occupants of residential dwellings or, with respect to a public service company or electric supplier, the responsibilities set forth in section 19a-109.
- 4073 (e) No provision of the Freedom of Information Act, as defined in 4074 section 1-200, shall be construed to require or permit a municipal 4075 utility furnishing electric, gas or water service, a municipality

4043

4044

4045

4046

4047

4048

4049

4050

4051

4052

4053 4054

4055 4056

4057

4058

4059

4060

4061

4062

4063

4064 4065

4066

4067

4068

4069

4070

4071

furnishing water or sewer service, a district established by special act or pursuant to chapter 105 and furnishing water or sewer service or a regional authority established by special act to furnish water or sewer service to disclose records under the Freedom of Information Act, as defined in section 1-200, which identify or could lead to identification of the utility usage or billing information of individual customers, to the extent such disclosure would constitute an invasion of privacy. Nothing in this section prohibits the disclosure of delinquencies or enforcement actions.

- (f) If an electric supplier suffers a loss of revenue by operation of this section, the supplier may make a claim for such revenue to the authority. The electric distribution company shall reimburse the electric supplier for such losses found to be reasonable by the authority at the lower of (1) the price of the contract between the supplier and the customer, or (2) the electric distribution company's price to customers for default service, as determined by the authority. The electric distribution company may recover such reimbursement, along with transaction costs, through the systems benefits charge.
- Sec. 101. Subsection (a) of section 16-262d of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (a) No [electric,] electric distribution, gas, telephone or water company, no electric supplier and no municipal utility furnishing electric, gas or water service may terminate such service to a residential dwelling on account of nonpayment of a delinquent account unless such company, electric supplier or municipal utility first gives notice of such delinquency and impending termination by first class mail addressed to the customer to which such service is billed, at least thirteen calendar days prior to the proposed termination, except that if an [electric,] electric distribution or gas company, electric supplier or municipal utility furnishing electric or gas service has issued a notice under this subsection but has not terminated service prior to issuing a new bill to the customer, such

company, electric supplier or municipal utility may terminate such service only after mailing the customer an additional notice of the impending termination, addressed to the customer to which such service is billed either (1) by first class mail at least thirteen calendar days prior to the proposed termination, or (2) by certified mail, at least seven calendar days prior to the proposed termination. In the event that multiple dates of proposed termination are provided to a customer, no such company, electric supplier or municipal utility shall terminate service prior to the latest of such dates. For purposes of this subsection, the thirteen-day periods and seven-day period shall commence on the date such notice is mailed. If such company, electric supplier or municipal utility does not terminate service within one hundred twenty days after mailing the initial notice of termination, such company, electric supplier or municipal utility shall give the customer a new notice at least thirteen days prior to termination. Every termination notice issued by a public service company, electric supplier or municipal utility shall contain or be accompanied by an explanation of the rights of the customer provided in subsection (c) of this section.

Sec. 102. Subsection (a) of section 16-262e of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

(a) Notwithstanding the provisions of section 16-262d, <u>as amended by this act</u>, wherever an owner, agent, lessor or manager of a residential dwelling is billed directly by an [electric,] electric distribution, gas, telephone or water company or by a municipal utility for utility service furnished to such building not occupied exclusively by such owner, agent, lessor, or manager, and such company or municipal utility or the electric supplier providing electric generation services has actual or constructive knowledge that the occupants of such dwelling are not the individuals to whom the company or municipal utility usually sends its bills, such company, electric supplier or municipal utility shall not terminate such service for

4109

4110

4111

4112

4113

4114

4115

4116

4117

4118

4119

4120

4121

4122

4123

4124

4125

4126

4127

4128

4129

4130

4131

4132

4133

4134

4135

4136

4137

4138

4139

4140

nonpayment of a delinquent account owed to such company, electric supplier or municipal utility by such owner, agent, lessor or manager unless: (1) Such company, electric supplier or municipal utility makes a good faith effort to notify the occupants of such building of the proposed termination by the means most practicable under the circumstances and best designed to provide actual notice; and (2) such company, electric supplier or municipal utility provides an opportunity, where practicable, for such occupants to receive service in their own names without any liability for the amount due while service was billed directly to the lessor, owner, agent or manager and without the necessity for a security deposit; provided, if it is not practicable for such occupants to receive service in their own names, the company, electric supplier or municipal utility shall not terminate service to such residential dwelling but may pursue the remedy provided in sections 16-262f, as amended by this act, and 16-262t.

Sec. 103. Subsection (a) of section 16-262f of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

(a) (1) Upon default of the owner, agent, lessor or manager of a residential dwelling who is billed directly by an [electric,] electric distribution, gas or telephone company or by a municipal utility for electric or gas utility service furnished to such building, such company or municipal utility or electric supplier providing electric generation services may petition the Superior Court or a judge thereof, for appointment of a receiver of the rents or payments for use and occupancy or common expenses, as defined in section 47-202, for any dwelling for which the owner, agent, lessor or manager is in default. The court or judge shall forthwith issue an order to show cause why a receiver should not be appointed, which shall be served upon the owner, agent, lessor or manager or his agent in a manner most reasonably calculated to give notice to such owner, agent, lessor or manager as determined by such court or judge, including, but not limited to, a posting of such order on the premises in question.

(2) A hearing shall be had on such order no later than seventy-two hours after its issuance or the first court day thereafter. The sole purpose of such a hearing shall be to determine whether there is an amount due and owing between the owner, agent, lessor or manager and the company, electric supplier or municipal utility. The court shall make a determination of any amount due and owing and any amount so determined shall constitute a lien upon the real property of such owner. A certificate of such amount may be recorded in the land records of the town in which such property is located describing the amount of the lien and the name of the party in default. When the amount due and owing has been paid the company, electric supplier or municipality shall issue a certificate discharging the lien and shall file the certificate in the land records of the town in which such lien was recorded.

- (3) The receiver appointed by the court shall collect all rents or payments for use and occupancy or common expenses forthcoming from or paid on behalf of the occupants or residents of the building or facility in question in place of the owner, agent, lessor, manager or administrator. The receiver may also petition the court to obtain any remedy available under chapter 906 against such owner, agent, lessor or manager in order to recover amounts due as determined under subdivision (2) of this subsection and continuing charges for such utility service until all such charges and other costs have been paid.
- (4) The receiver shall pay the petitioner or other supplier, from such rents or payments for use and occupancy or common expenses for electric, gas, telephone, water or heating oil supplied on and after the date of his appointment. The owner, agent, lessor or manager shall be liable for such reasonable fees and costs determined by the court to be due the receiver, which fees and costs may be recovered from the rents or payments for use and occupancy under the control of the receiver, provided no such fees or costs shall be recovered until after payment for current electric, gas, telephone and water service and heating oil deliveries has been made. The owner, agent, lessor or manager shall be

liable to the petitioner for reasonable attorney's fees and costs incurred by the petitioner, provided no such fees or costs shall be recovered until after payment for current electric, gas, telephone and water service and heating oil deliveries has been made and after payments of reasonable fees and costs to the receiver. Any moneys from rental payments or payments for use and occupancy or common expenses remaining after payment for current electric, gas, telephone and water service or heating oil deliveries, and after payment for reasonable costs and fees to the receiver, and after payment to the petitioner for reasonable attorney's fees and costs, shall be applied to any arrearage found by the court to be due and owing the company, electric supplier or municipal utility from the owner, agent, lessor or manager for service provided such building. Any moneys remaining thereafter shall be turned over to the owner, agent, lessor or manager. The court may order an accounting to be made at such times as it determines to be just, reasonable, and necessary.

Sec. 104. Subsection (b) of section 16-262i of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

(b) The authority may adopt regulations, in accordance with the provisions of chapter 54, setting forth the terms and conditions under which [electric,] electric distribution, gas, telephone and water companies, electric suppliers, certified telecommunications providers and municipal utilities furnishing electric, gas or water service may be prohibited from terminating service to a residential dwelling on account of nonpayment of a delinquent account in the name of the former spouse or spouse of the individual who occupies the dwelling, if the marriage of such individuals has been dissolved or annulled or such individuals are legally separated or have an action for dissolution or annulment of a marriage or for legal separation pending, pursuant to chapter 815j.

Sec. 105. Section 16a-37f of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

A budgeted agency, as defined in section 4-69, shall only purchase replacement light bulbs which (1) are provided under an electric distribution company's customer lighting efficiency program, (2) are equivalent in energy efficiency to bulbs provided under such electric distribution company lighting efficiency program, as determined by the Commissioner of Energy and Environmental Protection, in consultation with the Commissioner of Administrative Services, or (3) meet such other life-cycle cost analysis standards as the Commissioner of Energy and Environmental Protection, with the concurrence of the Commissioner of Administrative Services, may designate.

Sec. 106. Subsections (e) and (f) of section 16a-40b of the 2014 supplement to the general statutes are repealed and the following is substituted in lieu thereof (*Effective from passage*):

(e) The commissioner shall adopt regulations in accordance with chapter 54, (1) concerning qualifications for such loans or deferred loans, requirements and limitations as to adjustments of terms and conditions of repayment and any additional requirements deemed necessary to carry out the provisions of this section and to assure that those tax-exempt bonds and notes used to fund such loans or deferred loans qualify for exemption from federal income taxation, (2) providing for the maximum feasible availability of such loans or deferred loans for dwelling units owned or occupied by persons of low and moderate income, (3) establishing procedures to inform such persons of the availability of such loans or deferred loans and to encourage and assist them to apply for such loans or deferred loans, and (4) providing that (A) the interest payments received from the recipients of loans or deferred loans made on and after July 1, 1982, less the expenses incurred by the commissioner in the implementation of the program of loans, deferred loans and loan guarantees under this section, and (B) the payments received from electric distribution and gas companies under subsection (f) of this section shall be applied to reimburse the General Fund for interest on the outstanding bonds and notes used to fund such loans or deferred loans made on or after July

4241

4242

4243

4244

4245

4246

4247

4248

4249

4250

4251

4252

4253

4254

4255

4256

4257

4258

4259

4260

4261

4262 4263

4264

4265

4266

4267

4268 4269

4270

4271

4272

4274 1, 1982.

4275

4276

4277

4278

4279

4280

4281

4282

4283

4284

4285

4286

4287

4288

4289

4290

4291

4292

4293

4294

4295

4296

4297

4298

4299

4300

4301

4302

4303

4304

4305

4306

4307

(f) Not later than August first, annually, the commissioner shall calculate the difference between (1) the weighted average of the percentage rates of interest payable on all subsidized loans made (A) after July 1, 1982, from the Energy Conservation Loan Fund, and (B) from the Housing Repayment and Revolving Loan Fund pursuant to this section, and (2) the average of the percentage rates of interest on any bonds and notes issued pursuant to section 3-20, which have been dedicated to the energy conservation loan program and used to fund such loans, and multiply such difference by the outstanding amount of all such loans, or such lesser amount as may be required under Section 103(c) of the Internal Revenue Code of 1986, or any subsequent corresponding internal revenue code of the United States, as from time to time amended. The product of such difference and such applicable amount shall not exceed six per cent of the sum of the outstanding principal amount at the end of each fiscal year of all loans or deferred loans made (A) on or after July 1, 1982, from the Energy Conservation Loan Fund, and (B) from the Housing Repayment and Revolving Loan Fund pursuant to this section, and the balance remaining in the Energy Conservation Loan Fund and the balance of energy conservation loan repayments in the Housing Repayment and Revolving Loan Fund. Not later than September first, annually, the Public Utilities Regulatory Authority shall allocate such product among each electric distribution and gas company having at least seventy-five thousand customers, in accordance with a formula taking into account, without limitation, the average number of residential customers of each company. Not later than October first, annually, each such company shall pay its assessed amount to the commissioner. The commissioner shall pay to the State Treasurer for deposit in the General Fund all such payments from electric <u>distribution</u> and gas companies, and shall adopt procedures to assure that such payments are not used for purposes other than those specifically provided in this section. The authority shall include each company's payment as an operating expense of the company for the purposes of rate-making under section 16-19, as amended by this act.

Sec. 107. Section 16a-41h of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

- (a) (1) Each electric distribution company, gas company and municipal utility furnishing electric or gas service, shall include in its monthly bills a request to each customer to add a donation in an amount designated by the customer to the bill payment. Such company shall provide to all of its customers the opportunity to donate one dollar, two dollars, three dollars or another amount on each bill provided to a customer either through the mail or electronically. Such designation shall be made available and included where customers are either electronically billed or bill payment is handled electronically. The opportunity to donate one dollar, two dollars, three dollars or another amount shall be included on the bill in such a way that facilitates such donations.
- (2) Operation Fuel, Incorporated, shall provide fundraising inserts and remittance envelopes to retail dealers of fuel oil that volunteer to include the inserts and envelopes in their customers' bills for one or more billing cycles each year. Such retail dealers of fuel oil shall inform Operation Fuel, Incorporated, as to the number of inserts and envelopes needed to conduct such a mailing.
- (3) Each electric <u>distribution</u>, gas or fuel oil company shall transmit all such donations received each month, as well as their own contributions, if any, to Operation Fuel, Incorporated, a state-wide nonprofit organization designed to respond to people within the state who are in financial crisis and need emergency energy assistance. Operation Fuel, Incorporated shall distribute donations to nonprofit social services agencies and private fuel banks in accordance with guidelines established by the board of directors of Operation Fuel, Incorporated, provided such funds shall be distributed on a priority basis to low-income elderly and working poor households that are not eligible for public assistance or state-administered general assistance but are faced with a financial crisis and are unable to make timely payments on winter fuel, electricity or gas bills. Such companies shall

coordinate their promotions of this program, holding promotions during the same month and using similar formats.

- (b) If Operation Fuel, Inc. ceases to exist, such electric distribution and gas companies shall jointly establish a nonprofit, tax-exempt corporation for the purpose of holding in trust and distributing such customer donations. The board of directors of such corporation shall consist of eleven members appointed as follows: Four by the companies, each of which shall appoint one member; one by the president pro tempore of the Senate; one by the minority leader of the Senate; one by the speaker of the House of Representatives; one by the minority leader of the House of Representatives; and three by the Governor. The board shall distribute such funds to nonprofit organizations and social service agencies which provide emergency energy or fuel assistance. The board shall target available funding on a priority basis to low-income elderly and working poor households which are not eligible for public assistance or state-administered general assistance but are faced with a financial crisis and are unable to make timely payments on winter fuel, electricity or gas bills.
- (c) Not later than the first of September annually, Operation Fuel, Inc. shall submit to the General Assembly a report on the implementation of this section. Such report shall include, (1) a summary of the effectiveness of the program, (2) the total amount of the donations received by electric distribution and gas companies and transmitted to Operation Fuel, Inc. under subsection (b) of this section, and (3) an accounting of the distribution of such funds by Operation Fuel, Inc. indicating the organizations and agencies receiving funds, the amounts received and distributed by each such organization and agency and the number of households each assisted. On and after October 1, 1996, the report shall be submitted to the joint standing committee of the General Assembly having cognizance of matters relating to energy and, upon request, to any member of the General Assembly. A summary of the report shall be submitted to each member of the General Assembly if the summary is two pages or less

and a notification of the report shall be submitted to each member if the summary is more than two pages. Submission shall be by mailing the report, summary or notification to the legislative address of each member of the committee or the General Assembly, as applicable.

- Sec. 108. Section 22a-66k of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (a) Each electric <u>distribution</u> company, as defined in section 16-1, <u>as</u> <u>amended by this act</u>, shall submit a utilities pesticide management plan to the Commissioner of Energy and Environmental Protection for approval with the concurrence of the Public Utilities Regulatory Authority. A plan shall be revised at such time as the electric <u>distribution</u> company filing the plan or the commissioner determines provided such plan shall be revised not less than once every five years.
    - (b) Any electric distribution company, as defined in section 16-1, as amended by this act, telephone company, as defined in section 16-1, as amended by this act, or telecommunications company, as defined in section 16-1, as amended by this act, which provides for the application of a pesticide within a right-of-way maintained by such company shall ensure that owners, occupants or tenants of buildings or dwellings that are located on property which abuts such right-ofway, or property within which such right-of-way lies, are notified at least forty-eight hours prior to the application. Notice may be made by any method, including telephone, mail or personal notification. Any such company which provides for the application of pesticides in connection with removal of trees or brush from private property shall obtain the consent of the owner, occupant or tenant of such property prior to the application. Notwithstanding the provisions of section 23-65, any such company which provides for the application of pesticides to any utility pole, after it has been installed, for purposes of maintaining, preserving or extending the useful life of the pole shall post notice of such application on each such pole.
- (c) The commissioner shall adopt regulations in accordance with the

4380

4381

4382 4383

4384

4385

4386

4387

4388

4389

4390

4391 4392

4393

4394

4395

4396

4397

4398

4399

4400

4401

4402

4403

provisions of chapter 54 setting forth the contents of a pesticide management plan. Such regulations shall include provisions for the on-site posting of a notice of a pesticide application. A notice required by such regulations may be posted at the time of or after the application, provided the time of such posting shall be sufficient to protect persons engaged in a lawful public recreational use of any unimproved real property in which such application is made.

- Sec. 109. Section 29-317 of the general statutes, as amended by section 7 of public act 09-177, sections 1 and 6 of public act 10-54, section 90 of public act 11-51 and sections 3 and 4 of public act 12-60, is repealed and the following is substituted in lieu thereof (*Effective January 1*, 2015):
- 4418 (a) The Commissioner of Administrative Services shall adopt 4419 regulations, in accordance with the provisions of chapter 54, 4420 prescribing reasonable minimum requirements for the installation of 4421 oil burners and equipment used in connection therewith, including 4422 tanks, piping, pumps, control devices and accessories. Such 4423 regulations shall be incorporated into the State Fire Prevention Code 4424 and shall include provisions for the prevention of injury to life and 4425 damage to property, and protection from hazards incident to the 4426 installation and operation of such oil burners and equipment.
- (b) No regulation made in accordance with this section shall apply to any [electric company,] gas company or electric distribution company, as such terms are defined in section 16-1, as amended by this act.
- Sec. 110. Section 29-320 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- The Commissioner of Administrative Services shall make and enforce, and may amend, reasonable regulations concerning the safe storage, use, transportation by any mode and transmission by pipeline of flammable or combustible liquids. In adopting such regulations,

said commissioner may adopt by reference standards concerning flammable or combustible liquids as set forth by the National Fire Protection Association for the prevention of damage to property and injury to life, and protection from hazards incident to the storage, use, transportation by any mode and transmission by pipeline of such liquids. Such regulations shall not apply to [electric,] electric distribution and gas companies, as defined in section 16-1, as amended by this act.

Sec. 111. Section 29-230 of the general statutes, as amended by section 8 of public act 09-177, sections 2 and 6 of public act 10-54, section 90 of public act 11-51 and sections 3 and 4 of public act 12-60, is repealed and the following is substituted in lieu thereof (*Effective January 1, 2015*):

The Commissioner of Administrative Services shall adopt and may amend, reasonable regulations in accordance with the provisions of chapter 54, concerning the safe storage, use, transportation by any mode and transmission by pipeline of flammable or combustible liquids. Such regulations shall be incorporated into the State Fire Prevention Code and shall include provisions for the prevention of damage to property and injury to life, and protection from hazards incident to the storage, use, transportation by any mode and transmission by pipeline of such liquids. The commissioner shall enforce such regulations. Such regulations shall not apply to any [electric company,] electric distribution company or gas company, as such terms are defined in section 16-1, as amended by this act.

Sec. 112. Section 29-329 of the general statutes, as amended by section 12 of public act 09-177, section 6 of public act 10-54 and sections 3 and 4 of public act 12-60, is repealed and the following is substituted in lieu thereof (*Effective January 1, 2015*):

(a) The State Fire Marshal shall adopt regulations, in accordance with the provisions of chapter 54, prescribing reasonable minimum requirements for the installation and operation of gas equipment and

gas piping. Such regulations shall be incorporated into the State Fire Prevention Code and shall include provisions for the prevention of injury to life and damage to property and protection from hazards incident to the installation and operation of such gas equipment and

- 4473 piping.
- (b) No regulation adopted in accordance with this section shall apply to any [electric company,] gas company or electric distribution company, as such terms are defined in section 16-1, as amended by this act.
- Sec. 113. Section 29-331 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 4480 The Commissioner of Administrative Services shall make 4481 reasonable regulations concerning the safe storage, use, transportation 4482 by any mode and transmission by pipeline of liquefied petroleum gas. 4483 Regulations concerning safe storage shall specify standards to ensure 4484 maximum security against unauthorized entry into storage areas 4485 where liquefied petroleum gas or liquefied natural gas is stored. In adopting such regulations, said commissioner may adopt by reference 4486 4487 standards concerning liquefied petroleum gas as set forth by the 4488 National Fire Protection Association for the prevention of damage to 4489 property and injury to life, and protection from hazards incident to the 4490 storage, use, transportation by any mode and transmission by pipeline 4491 of such gas, with particular reference to the design, construction, 4492 location and operation of liquefied petroleum gas installations. Such 4493 regulations shall not apply to [electric,] electric distribution and gas 4494 companies, as defined in section 16-1, as amended by this act.
- Sec. 114. Section 29-331 of the general statutes, as amended by section 14 of public act 09-177, section 6 of public act 10-54, section 90 of public act 11-51 and sections 3 and 4 of public act 12-60, is repealed and the following is substituted in lieu thereof (*Effective January 1*, 2015):

The Commissioner of Administrative Services shall adopt reasonable regulations, in accordance with the provisions of chapter 54, concerning the safe storage, use, transportation by any mode and transmission by pipeline of liquefied petroleum gas. Regulations concerning safe storage shall specify standards to ensure maximum security against unauthorized entry into storage areas where liquefied petroleum gas or liquefied natural gas is stored. Such regulations shall be incorporated into the State Fire Prevention Code and shall include provisions for the prevention of damage to property and injury to life, and protection from hazards incident to the storage, use, transportation by any mode and transmission by pipeline of such gas, with particular reference to the design, construction, location and operation of liquefied petroleum gas installations. Such regulations shall not apply to any [electric company,] electric distribution company or gas company, as such terms are defined in section 16-1, as amended by this act.

Sec. 115. Section 33-221 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

A cooperative shall have power, subject to the limitations of section 33-219: (a) To sue and be sued in its corporate name; (b) to have perpetual existence; (c) to adopt a corporate seal and alter the same; (d) to generate, manufacture, purchase, acquire, accumulate and transmit electric energy, and to distribute, sell, supply and dispose of electric energy to its members, and to other persons not in excess of ten per cent of the number of its members pursuant to applicable federal law and regulations adopted thereunder, provided the furnishing by a cooperative of electric cold storage or processing plant service shall not be deemed to be distributing, selling, supplying or disposing of electric energy; (e) to assist persons to whom electric energy is or will be supplied by the cooperative in wiring their premises and in acquiring and installing electrical appliances, equipment, fixtures, apparatus and energy conservation and renewable energy systems and equipment, by the financing thereof or otherwise, and, in connection therewith, to

wire, or cause to be wired, such premises and to purchase, acquire, lease as lessor or lessee, sell, distribute, install and repair such electric appliances, equipment, fixtures, apparatus and energy conservation and renewable energy systems and equipment; (f) to assist persons to whom electric energy is or will be supplied by the cooperative in constructing, equipping, maintaining and operating electric cold storage or processing plants, by the financing thereof or otherwise; (g) to construct, purchase, lease as lessee, or otherwise acquire, and to equip, maintain and operate, and to sell, assign, convey, lease as lessor, mortgage, pledge or otherwise dispose of or encumber, electric transmission and distribution lines or systems, electric generating plants, electric cold storage or processing plants, lands, buildings, structures, dams, plants and equipment, and any other real property or tangible or intangible personal property which shall be deemed necessary, convenient or appropriate to accomplish the purpose stated in section 33-219; (h) to borrow money and otherwise contract indebtedness, and to issue notes, bonds and other evidences of indebtedness, and to secure the payment thereof by mortgage, pledge or deed of trust of, or any other encumbrance upon, any or all of its then owned or after-acquired real or personal property, assets, franchises, revenues or income; (i) to construct, maintain and operate electric transmission and distribution lines along, upon, under and across publicly owned lands and public thoroughfares, including, without limitation, all roads, highways, streets, alleys, bridges and causeways, subject to the provisions of all laws regulating the use of highways by electric <u>distribution</u> companies, provided no standards in excess of standards provided in the National Electric Safety Code shall be required; (j) to exercise the power of eminent domain in the manner provided by the general statutes for the exercise of such power by other corporations constructing or operating electric transmission and distribution lines or systems; (k) to petition the Public Utilities Regulatory Authority to issue an order under section 16-243c, as amended by this act; (l) to conduct its business and exercise its powers within or without this state; (m) to adopt, amend and repeal bylaws; and (n) to do and perform any other acts and things, and to have and

4533

4534

4535

4536

4537

4538

4539

4540

4541

4542

4543

4544

4545

4546

4547

4548

4549

4550

4551

4552

4553

4554

4555

4556

4557

4558

4559

4560

4561

4562

4563

4564

4565

4566

exercise any other powers, which may be necessary, convenient or appropriate to accomplish the purpose for which the cooperative is organized.

- Sec. 116. Subdivision (13) of subsection (a) of section 36a-250 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 4574 (13) Act as agent (A) in the collection of taxes for any qualified 4575 treasurer of any taxing district or qualified collector of taxes, or (B) for 4576 any [electric,] electric distribution, gas, water or telephone company 4577 operating within this state in receiving moneys due that company for 4578 utility services furnished by it;
- Sec. 117. Subdivision (14) of subsection (a) of section 36a-455a of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (14) Act as agent (A) in the collection of taxes for any qualified treasurer of any taxing district or qualified collector of taxes, or (B) for any [electric,] electric distribution, gas, water or telephone company operating within this state in receiving moneys due such company for utility services furnished by it;
- Sec. 118. Section 49-4c of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - Any mortgage entered into subsequent to July 1, 1986, between a private power producer, as defined in section 16-243b, or the owner or operator of a qualifying facility, as defined in Part 292 of Title 18 of the Code of Federal Regulations, or a guarantor of any of their respective obligations, as mortgagor, and an electric <u>distribution</u> company, as defined in section 16-1, <u>as amended by this act</u>, as mortgagee, shall be valid to secure all obligations then existing or thereafter arising of the mortgagor to the mortgagee under an electricity purchase agreement, including, without limitation, recovery of amounts paid to the private power producer or the owner or operator of a qualifying facility by the

4589

4590

4591

4592

4593

4594

4595

4596

4597

mortgagee in excess of the mortgagee's avoided costs as defined in section 16-243a, as amended by this act, and all other damages for failure to deliver electric energy or capacity or other breach of an electricity purchase agreement, including, without limitation, the net replacement cost of the capacity being secured by such mortgage, together with accrued interest, if any, as computed in accordance with the terms of the electricity purchase agreement or the mortgage, and under a guarantee of such obligations or obligations created by the mortgage, and shall have priority over the rights of others who shall acquire any rights in the property covered by such mortgage subsequent to the recording of the mortgage in the land records of the town in which the mortgaged property is situated provided: (1) The electricity purchase agreement is substantially in the form approved by the Public Utilities Regulatory Authority pursuant to section 16-243a, as amended by this act, and shall have been entered into by the mortgagor and mortgagee prior to or simultaneously with or subsequent to the execution and delivery of the mortgage, (2) the caption to the mortgage shall contain the words "Open-End Mortgage" and "Electricity Purchase Agreement", (3) the mortgage shall state that it is entered into to secure the mortgagor's obligations to the mortgagee under an electricity purchase agreement or under a guarantee of any electricity purchase agreement obligations and shall recite either the address of an office of the mortgagee or its assignee in the state at which a copy of the electricity purchase agreement is on file and may be inspected by the public during normal business hours or that the electricity purchase agreement has been recorded, as an exhibit to the mortgage or otherwise, on or before the date the mortgage is recorded, in the land records of the town in which the mortgaged property is situated, provided the electricity purchase agreement shall be so recorded, (4) the amount of the obligation from time to time secured by the mortgage may be determined or reasonably approximated on the basis of records maintained by the mortgagee or its assignee in the state, which records and an estimate of the amount claimed by the mortgagee to be secured are made available to the public with reasonable promptness upon written request, and (5) the mortgage

4599 4600

4601

4602

4603

4604

4605

4606

4607

4608

4609

4610

4611

4612

4613

4614

4615 4616

4617

4618

4619

4620

4621

4622

4623

4624

4625

4626

4627

4628

4629

4630

4631

4632

4634 states the maximum amount which it shall secure. Nothing in this 4635 section shall invalidate any mortgage which would be valid without 4636 this section. For purposes of this section, "electricity purchase 4637 agreement" means a contract or agreement to purchase and sell electric 4638 energy or capacity by and between a private power producer, as 4639 defined in section 16-243b, or the owner or operator of a qualifying facility, as defined in Part 292 of Title 18 of the Code of Federal 4640 4641 Regulations, and an electric distribution company, as defined in 4642 section 16-1, as amended by this act.

Sec. 119. Section 52-287 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

The fixtures of every [telegraph,] telephone or electric [light or power] distribution company, or association engaged in distributing electricity by wires or similar conductors, including its wires, posts, crossbars, lamps, switchboards, piers and abutments, may be attached in the same manner and with the same legal effect as real estate in civil actions, by the officer lodging in the office of the Secretary of the State a certificate that he has made such attachment, which shall be endorsed by said secretary with a note of the precise time of its reception, and kept on file, open to public inspection, in said office. Such attachment, if completed as hereinafter provided, shall be considered as made when such certificate is so lodged. The certificate shall be signed by such officer, shall describe the termini of the line or lines and the location of the switchboards attached, with reasonable certainty, and shall specify the parties to the suit, the court to which the process is returnable and the amount of damages claimed; and such officer shall, within four days thereafter, leave in the office of said secretary a certified copy of the process under which the attachment was made, with an endorsement of his doings thereon; and unless the service is so completed, the property shall not be held against any other creditor or bona fide purchaser.

Sec. 120. Subsection (k) of section 16-243m of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu

4643

4644

4645

4646

4647

4648

4649

4650

4651 4652

4653

4654

4655

4656

4657

4658

4659

4660

4661

4662

4663

4664

4665

4667 thereof (*Effective from passage*):

4668

4669

4670

4671

4672

4673

4674

4675

4676

4677

4678

4679

4680

4681

4682

4683

4684

4685

4686

4687

4688

4689

4690

4691

4692

4693

4694

4695

4696

4697

4698

(k) The authority may order an electric distribution company to submit a proposal pursuant to the provisions of this section and may approve such a proposal under this section. Nothing in sections 16-1, as amended by this act, 16-32f, 16-50i, as amended by this act, 16-50k, 16-50x, 16-243i to 16-243q, inclusive, 16-244c, as amended by this act, [16-244e,] 16-245d, 16-245m, as amended by this act, and 16-245z and section 21 of public act 05-1 of the June special session shall limit the authority's ability to conduct requests for proposals, in addition to that in subsection (c) of this section, to reduce federally mandated congestion charges and to approve such proposals or otherwise to meet its responsibility under this title.

- Sec. 121. Subsection (a) of section 16-243p of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (a) An electric distribution company may recover its costs and investments that have been prudently incurred as well as its revenues lost resulting from the provisions of sections 16-1, as amended by this act, 16-19ff, as amended by this act, 16-50k, 16-50x, 16-243h to 16-243q, inclusive, 16-244c, as amended by this act, [16-244e,] 16-244u, as amended by this act, 16-245d, 16-245m, as amended by this act, 16-245n, as amended by this act, 16-245z and 16-262i, as amended by this act, and section 21 of public act 05-1 of the June special session. The Public Utilities Regulatory Authority shall, after a hearing held pursuant to the provisions of chapter 54, determine the appropriate mechanism to obtain such recovery in a timely manner which mechanism may be one or more of the following: (1) Approval of rates as provided in sections 16-19, as amended by this act, and 16-19e, as amended by this act; (2) the energy adjustment clause as provided in section 16-19b, as amended by this act; or (3) the federally mandated congestion charges, as defined in section 16-1, as amended by this act.

Sec. 122. Section 16-243r of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

4702 The provisions of sections 7-233y, 16-1, as amended by this act, 16-4703 32f, 16-50i, as amended by this act, 16-50k, 16-50x, 16-243i to 16-243q, 4704 inclusive, 16-244c, as amended by this act, [16-244e,] 16-245d, 16-245m, 4705 as amended by this act, 16-245n, as amended by this act, 16-245z and 4706 16-262i, as amended by this act, and section 21 of public act 05-1 of the 4707 June special session apply to new customer-side distributed resources 4708 and grid-side distributed resources developed in this state that add 4709 electric capacity on and after January 1, 2006, and shall also apply to 4710 customer-side distributed resources and grid-side distributed 4711 resources developed in this state before January 1, 2007, that (1) have 4712 undergone upgrades that increase the resource's thermal efficiency 4713 operating level by no fewer than ten percentage points or, for 4714 resources that have a thermal efficiency level of at least seventy per 4715 cent, have undergone upgrades that increase the resource's turbine 4716 heat rate by no fewer than five percentage points and increase the 4717 electrical output of the resource by no fewer than ten percentage 4718 points, (2) operate at a thermal efficiency level of at least fifty per cent, 4719 and (3) add electric capacity in this state on or after January 1, 2007, 4720 provided such measure is in accordance with the provisions of said 4721 sections 7-233y, 16-1, as amended by this act, 16-32f, 16-50i, as 4722 amended by this act, 16-50k, 16-50x, 16-243i to 16-243q, inclusive, 16-4723 244c, as amended by this act, [16-244e,] 16-245d, 16-245m, as amended 4724 by this act, 16-245n, as amended by this act, 16-245z and 16-262i, as 4725 amended by this act, and section 21 of public act 05-1 of the June 4726 special session. On or before January 1, 2009, the Public Utilities 4727 Regulatory Authority, in consultation with the Office of Consumer 4728 Counsel, shall report to the joint standing committee of the General 4729 Assembly having cognizance of matters relating to energy regarding 4730 the cost-effectiveness of programs pursuant to this section.

Sec. 123. Subsection (a) of section 16-244v of the 2014 supplement to

the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

(a) [Notwithstanding subsection (a) of section 16-244e, an] An electric distribution company, or owner or developer of generation projects that emit no pollutants, may submit a proposal to the Department of Energy and Environmental Protection to build, own or operate one or more generation facilities up to an aggregate of thirty megawatts using Class I renewable energy sources as defined in section 16-1, as amended by this act, from July 1, 2011, to July 1, 2013. Each facility shall be greater than one megawatt but not more than five megawatts. Each electric distribution company may enter into joint ownership agreements, partnerships or other agreements with private developers to carry out the provisions of this section. The aggregate ownership for an electric distribution company pursuant to this section shall not exceed ten megawatts. The department shall evaluate such proposals pursuant to sections 16-19, as amended by this act, and 16-19e, as amended by this act, and may approve one or more of such proposals if it finds that the proposal serves the long-term interest of ratepayers. The department (1) shall not approve any proposal supported in any form of cross subsidization by entities affiliated with the electric distribution company, and (2) shall give preference to proposals that make efficient use of existing sites and supply infrastructure. No such company may, under any circumstances, recover more than the full costs identified in a proposal, as approved by the department. Nothing in this section shall preclude the resale or other disposition of energy or associated renewable energy credits purchased by the electric distribution company, provided the distribution company shall net the cost of payments made to projects under the long-term contracts against the proceeds of the sale of energy or renewable energy credits and the difference shall be credited or charged to distribution customers through a reconciling component of electric rates as determined by the authority that is nonbypassable when switching electric suppliers.

4734

4735

4736

4737

4738

4739

4740

4741

4742

4743

4744

4745

4746

4747

4748

4749

4750

4751

4752

4753

4754

4755

4756

4757

4758

4759

4760

4761

4762

4763

Sec. 124. Section 16-43d of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

If any existing electric generation plant within the state is offered for sale, the Public Utilities Regulatory Authority shall authorize the electric distribution companies to purchase and operate such plants if the authority, through a contested case proceeding, determines that such purchase and operation is in the public interest, provided any acquisition plan shall include provisions for payment of property taxes on the value of the purchased plant and provisions for employee protections. [consistent with subdivision (3) of subsection (b) of section 16-244f.] An electric distribution company purchasing such generation plants shall be entitled to recover the costs of such purchase in an annual retail generation rate contested case consistent with the principles set forth in sections 16-19, 16-19b and 16-19e, as amended by this act, provided the return on equity associated with such purchase and operation shall be established in said contested case proceeding and updated at least once every four years. The authority shall review and approve the cost recovery provisions in the proceeding to determine that such purchase and operation are in the public interest.

Sec. 125. Section 25-157 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

Notwithstanding any other provision of the general statutes, no state agency, including, but not limited to, the Department of Energy and Environmental Protection and the Connecticut Siting Council within said department, shall consider or render a final decision for any applications relating to electric power line crossings, gas pipeline crossings or telecommunications crossings of Long Island Sound that have required or will require a certificate issued pursuant to section 16-50k or approval by the Federal Energy Regulatory Commission including, but not limited to, electrical power line, gas pipeline or telecommunications applications that are pending or received after June 3, 2002, for a period of three years after June 3, 2002. Such moratorium shall not apply to applications relating solely to the

4767

4768 4769

4770

4771

4772

4773

4774

4775

4776

4777

4778

4779

4780

4781

4782

4783

4784

4785

4786

4787

4788

4789

4790

4791

4792 4793

4794

4795

4796

maintenance, repair or replacement necessary for repair of electrical power lines, gas pipelines or telecommunications facilities currently used to provide service to customers located on islands or peninsulas off the Connecticut coast or harbors, embayments, tidal rivers, streams or creeks. An applicant may seek a waiver of such moratorium by submitting a petition to the following: The chairpersons and ranking members of the joint standing committees of the General Assembly having cognizance of matters relating to energy and the environment, the chairman of the Connecticut Siting Council, the Commissioner of Energy and Environmental Protection, and any other state agency head with jurisdiction over the subject of the petition. Such persons may grant a petition for a waiver by unanimous consent. Nothing in [section 16-244j,] this section or sections 25-157a to 25-157c, inclusive, as amended by this act, shall be construed to affect the project in the corridor across Long Island Sound, from Norwalk to Northport, New York, to replace the existing electric cables that cross the sound.

Sec. 126. Section 25-157c of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

Notwithstanding any provision of the general statutes, the Connecticut Siting Council, within fifteen days of June 3, 2002, shall submit the state's advisory opinion to the Federal Energy Regulatory Commission requesting that, on behalf of the state, the Federal Energy Regulatory Commission not approve any new individual electric power line crossing, gas pipeline crossing or telecommunications crossing until the comprehensive environmental assessment and plan described in section 25-157a is completed and that the Federal Energy Regulatory Commission avoid environmental damage to Long Island Sound to the greatest extent possible when licensing any future project by considering the recommendations contained in the comprehensive environmental assessment and plan described in section 25-157a. Notwithstanding the provisions of sections [16-244j and] 25-157 to 25-157b, inclusive, as amended by this act, and this section, if the Federal Energy Regulatory Commission proceeds with consideration of any

such project, regardless of the Siting Council's request, the Connecticut Siting Council and any other state agency with jurisdiction over such project shall review such proposed project and recommend siting, construction procedures and environmental mitigation measures to the Federal Energy Regulatory Commission for such project that conform with the comprehensive environmental assessment and plan described in section 25-157a, to the degree such assessment and plan information is available.

Sec. 127. Section 16-228 of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

Subject to the restrictions of sections 16-18 [,] and 16-248, [16-249 and 16-250,] each telephone company may construct and maintain telephone lines, upon any highway or across any waters in this state, by the erection and maintenance of the necessary fixtures, including posts, piers or abutments, for sustaining wires; but the same shall not be so constructed as to incommode public travel or navigation or injure any tree without the consent of the owner, nor shall such company construct any bridge across any waters. Such lines shall be personal property.

Sec. 128. Subsection (a) of section 16-247c of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

(a) No person shall provide intrastate telecommunications services, except for private telecommunications service, commercial mobile telecommunications service to the extent regulated by the federal government and any service authorized under [section 16-250a or] a joint or shared user tariff approved by the Public Utilities Regulatory Authority, unless the person (1) offered, promoted and provided intrastate telecommunications services on or before January 1, 1984, pursuant to a special charter or certificate of public convenience and necessity, or (2) is certified to provide intrastate telecommunications

services by the Public Utilities Regulatory Authority pursuant to sections 16-247f to 16-247h, inclusive.

- Sec. 129. Subsection (b) of section 4a-1a of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 4868 (b) (1) Wherever the term "Commissioner of Construction Services" 4869 is used in the following sections of the general statutes, the term 4870 "Commissioner of Administrative Services" shall be substituted in lieu 4871 thereof; and (2) wherever the term "Department of Construction Services" is used in the following sections of the general statutes, the 4872 4873 term "Department of Administrative Services" shall be substituted in 4874 lieu thereof: 3-20, 3-21d, 4-61, 4-89, 4b-1, 4b-1a, 4b-16, 4b-22a, 4b-24b, 4875 4b-51, 4b-51a, 4b-53, 4b-54, 4b-55, 4b-55a, 4b-56, 4b-60, 4b-63, 4b-70, 4b-4876 91, 4b-100, 4b-100a, 4b-102, 4b-103, 4b-133, 4b-134, 5-198, 7-323p, 10-4877 220, 10-282, 10-283, 10-283b, 10-284, 10-285d, 10-285e, 10-285g, 10-286, 4878 10-286d, 10-286e, 10-286g, 10-286h, 10-287, 10-287c, 10-287d, 10-287i, 4879 10-289h, 10-290a, 10-290b, 10-290e, 10-290f, 10-291, 10-291a, 10-292q, 4880 10a-90, 10a-91, 10a-91c, 10a-91d, 10a-109ff, 13b-20n, 15-120qq, [16a-4881 37v,] 16a-38, 16a-38a, 16a-38b, 16a-38d, 16a-38i, 16a-38j, 16a-38k, 16a-4882 38l, 16a-39, 17a-27, 17a-27d, 17a-154, 17a-451b, 17b-739, 20-330, 21a-86f, 4883 22-64, 22a-6, 22a-12, 22a-439a, 22a-459, 26-3, 27-45, 27-131, 29-109, 29-4884 117, 29-127, 29-191, 29-192, 29-199, 29-200, 29-204, 29-221, 29-222, 29-4885 224b, 29-234, 29-235, 29-236, 29-237, 29-238, 29-239, 29-240, 29-244, 29-4886 250, 29-251, 29-251a, 29-251b, 29-251c, 29-252, 29-252a, 29-254b, 29-256, 4887 29-256a, 29-256b, 29-258, 29-261, 29-262, 29-262a, 29-263, 29-269a, 29-4888 291, 29-298a, 29-313, 29-315, 29-315c, 29-317, as amended by this act, 4889 29-319, 29-320, as amended by this act, 29-321, 29-325, 29-331, as 4890 amended by this act, 29-333, 29-337, 29-338, 29-344, 29-345, 29-346, 29-4891 349, 29-355, 29-359, 29-367, 29-401, 29-402, 29-403, 31-57, 32-612, 32-613, 4892 32-655a, 32-656 and 49-41b.
- 4893 Sec. 130. Subdivision (2) of subsection (a) of section 16-245m and 4894 sections 16-243s, 16-244f, 16-244j, 16-245v, 16-246a, 16-247o, 16-249 to 4895 16-250a, inclusive, 16-258c and 16-281a of the general statutes are

## 4896 repealed. (Effective from passage)"

This act shall take effect as follows and shall amend the following sections:				
Section 1	from passage	16-1(a)		
Sec. 2	from passage	New section		
Sec. 3	from passage	16-10a(a)		
Sec. 4	from passage	16-252		
Sec. 5	from passage	16-265		
Sec. 6	from passage	52-557o		
Sec. 7	from passage	16-19dd		
Sec. 8	from passage	16-50j(h)		
Sec. 9	from passage	16-243n		
Sec. 10	from passage	16-244b		
Sec. 11	from passage	16-244c(e)		
Sec. 12	from passage	16-244u(e)		
Sec. 13	from passage	16-245a(g)		
Sec. 14	from passage	16-245m(a)(1)		
Sec. 15	from passage	16-245n(b)		
Sec. 16	from passage	16-245ff(b)		
Sec. 17	from passage	16-262y(c)		
Sec. 18	from passage	16a-3(a)		
Sec. 19	from passage	16a-3e		
Sec. 20	from passage	16a-40m(c)		
Sec. 21	from passage	12-81(57)		
Sec. 22	from passage	12-268s(e)		
Sec. 23	from passage	13a-126c		
Sec. 24	from passage	16a-51(a)		
Sec. 25	from passage	8-133a		
Sec. 26	from passage	8-194		
Sec. 27	from passage	8-395(a)		
Sec. 28	from passage	12-80		
Sec. 29	from passage	13a-127		
Sec. 30	from passage	16-32		
Sec. 31	from passage	16-237		
Sec. 32	from passage	16-238		
Sec. 33	from passage	16-345(c)		
Sec. 34	from passage	22a-470		
Sec. 35	from passage	29-19(a)		

Sec. 36	from passage	31-16
Sec. 37	from passage	32-224(g)
Sec. 38	from passage	33-645(b)
Sec. 39	from passage	33-920(a)
Sec. 40	from passage	33-1035(b)
Sec. 41	from passage	33-1210(a)
Sec. 42	from passage	34-119(d)
Sec. 43	from passage	52-380b
Sec. 44	from passage	8-37jj(b)
Sec. 45	from passage	9-601a(b)(13)
Sec. 46	from passage	12-213(a)(20)(A)
Sec. 47	from passage	12-265(b)
Sec. 48	from passage	16-8(b)(4)
Sec. 49	from passage	16-11a(a)
Sec. 50	from passage	16-19(a)
Sec. 51	from passage	16-19a
Sec. 52	from passage	16-19b(c)
Sec. 53	from passage	16-19b(e)
Sec. 54	from passage	16-19b(j) to (l)
Sec. 55	from passage	16-19d(b)
Sec. 56	from passage	16-19d(f)
Sec. 57	from passage	16-19e(b) to (d)
Sec. 58	from passage	16-19bb
Sec. 59	from passage	16-19ee
Sec. 60	from passage	16-19ff(a)
Sec. 61	from passage	16-19hh(b)
Sec. 62	from passage	16-19kk(a) and (b)
Sec. 63	from passage	16-1900
Sec. 64	from passage	16-19rr
Sec. 65	from passage	16-19uu
Sec. 66	from passage	16-32c(a)
Sec. 67	from passage	16-32g
Sec. 68	from passage	16-32h(d)(7)
Sec. 69	from passage	16-47
Sec. 70	from passage	16-50i(f)
Sec. 71	from passage	16-50l(b)
Sec. 72	from passage	16-232
Sec. 73	from passage	16-234(a)
Sec. 74	from passage	16-243a(f)
Sec. 75	from passage	16-243c

Sec. 76	from passage	16-243e
Sec. 77	from passage	16-243g
Sec. 78	from passage	16-243z
Sec. 79	January 1, 2015	16-243z
Sec. 80	from passage	16-243aa
Sec. 81	from passage	16-244e
Sec. 82	from passage	16-244g(a)
Sec. 83	from passage	16-244h(b)
Sec. 84	from passage	16-245e
Sec. 85	from passage	16-245f(a)
Sec. 86	from passage	16-245g
Sec. 87	from passage	16-245h
Sec. 88	from passage	16-245i(a) and (b)
Sec. 89	from passage	16-245j(a) to (c)
Sec. 90	from passage	16-245k
Sec. 91	from passage	16-245o(a) to (d)
Sec. 92	from passage	16-245p(a)
Sec. 93	from passage	16-245y(a)
Sec. 94	from passage	16-245ii
Sec. 95	from passage	16-245jj
Sec. 96	from passage	16-246e(a)
Sec. 97	from passage	16-246f
Sec. 98	from passage	16-259a(a) to (c)
Sec. 99	from passage	16-261
Sec. 100	from passage	16-262c
Sec. 101	from passage	16-262d(a)
Sec. 102	from passage	16-262e(a)
Sec. 103	from passage	16-262f(a)
Sec. 104	from passage	16-262i(b)
Sec. 105	from passage	16a-37f
Sec. 106	from passage	16a-40b(e) and (f)
Sec. 107	from passage	16a-41h
Sec. 108	from passage	22a-66k
Sec. 109	January 1, 2015	29-317
Sec. 110	from passage	29-320
Sec. 111	January 1, 2015	29-230
Sec. 112	January 1, 2015	29-329
Sec. 113	from passage	29-331
Sec. 114	January 1, 2015	29-331
Sec. 115	from passage	33-221

Sec. 116	from passage	36a-250(a)(13)
Sec. 117	from passage	36a-455a(a)(14)
Sec. 118	from passage	49-4c
Sec. 119	from passage	52-287
Sec. 120	from passage	16-243m(k)
Sec. 121	from passage	16-243p(a)
Sec. 122	from passage	16-243r
Sec. 123	from passage	16-244v(a)
Sec. 124	from passage	16-43d
Sec. 125	from passage	25-157
Sec. 126	from passage	25-157c
Sec. 127	from passage	16-228
Sec. 128	from passage	16-247c(a)
Sec. 129	from passage	4a-1a(b)
Sec. 130	from passage	Repealer section